

THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

FOR THE YEAR ENDED  
JUNE 30, 2009

Prepared By:

Finance Department

# Town of North Kingstown, Rhode Island

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Year Ended June 30, 2009

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THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

INTRODUCTORY SECTION





## Town of North Kingstown, Rhode Island

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December 23, 2009

To the Honorable Members of the Town Council and  
Citizens of the Town of North Kingstown, Rhode Island

Rhode Island State Statute requires that all municipal entities publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of North Kingstown for the fiscal year ended June 30, 2009.

This report consists of management's representations concerning the finances of the Town of North Kingstown. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of North Kingstown has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Town of North Kingstown's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town of North Kingstown's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town of North Kingstown's financial statements have been audited by Braver, PC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of North Kingstown for the fiscal year ended June 30, 2009, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Town of North Kingstown's financial statements for the fiscal year ended June 30, 2009, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town of North Kingstown's MD&A can be found immediately following the report of the independent auditors.

## **PROFILE OF THE GOVERNMENT**

North Kingstown settled in 1641 and incorporated as a Town in 1674, covers an area of 54 square miles and is primarily a residential suburb approximately 22 miles south of Providence, but is also emerging as an important employment center because of the location of the Quonset Business Park. Based on the 2000 U.S. Census, the Town's population is approximately 26,326 residents.

### Governing Body:

The Town operates under a home rule charter adopted in 1954, and subsequently amended, providing for a council/town manager form of government with a five-member Town Council headed by a Council President. All legislative powers of the Town are vested in the Town Council by the Charter, including the adoption of the Town budget, the ordering of any tax, making appropriations and transacting any other business pertaining to the financial affairs of the Town.

Members of the Town Council are elected on a partisan basis at large for a term of two years. The Charter grants to the Town Council all powers to enact, amend, or repeal ordinances relating to the Town's property, affairs and government including the power to create offices, departments or agencies of the Town, to preserve the public peace, health and safety, to establish personnel policies, to authorize the issuance of Bonds (with the approval of the voters) and to provide for an annual audit of the Town's accounts.

The Town Manager is appointed by a majority vote of the Town Council and serves for no definite term, but at the pleasure of the Council. The manager is chosen by the council solely on the basis of his/her executive and administrative qualifications with special reference to his/her actual experience in, or his/her knowledge of, accepted practice in respect to the duties of his/her office. The Town Manager is the chief executive officer and head of the administrative branch of government. The Charter grants to the Town Manager the authority to appoint or remove all officers or employees of the Town except the Town Solicitor and School Department employees, to prepare and submit to the Town Council the annual budget and annual report of the Town, to recommend to the Town Council pay schedules for Town employees and to recommend to the Town Council the adoption of such measures as he or she may deem necessary for the health, safety or welfare of the Town.

### Reporting Entity and It's Services:

The Town of North Kingstown provides a full range of services, including education, public safety, the construction and maintenance of highways, streets, storm and sanitary sewers and infrastructure, social services, parks and recreational activities, and general administration. In addition, the town operates the Municipal Court, Water and Quonset/Davisville Recreation enterprise funds. Approximately 249 full-time municipal employees provide services to a community of 22 square miles and 26,326 residents.

This report includes all the funds and account groups of the Town and the funds of the North Kingstown School Department.

Budgetary Process:

The annual budget serves as the foundation for the Town of North Kingstown's financial planning and control. In accordance with the North Kingstown Home Rule Charter, the Town has established budgetary control for its General Fund, Library Fund, three Enterprise Funds, School Unrestricted Fund, which is a Special Revenue Fund, School Capital Reserve Fund and Debt Service Fund. Based on the charter, the final action by the council shall take place on or before the first Wednesday in May. Accordingly, the manager shall submit to the council on or before the fiftieth day preceding said first Wednesday in May, a proposed budget of receipts and expenditures and an explanatory budget message. The Town departments are required to submit requests for appropriation to the Town Manager on or before the 2<sup>nd</sup> Friday in December. Two weeks prior to the date on which the manager is required to submit the town budget to the council (first Wednesday in May) the school committee and the library board of trustees shall submit budget estimates to the manager in the same manner as other departments, for inclusion in that budget. The council shall consider appropriations for the school committee and for the library board in total only, and the allocation of moneys appropriated for the school and library purposes shall be determined by the school committee and the library board of trustees respectively. All annual operating budgets' appropriation amounts are supported by revenue estimates and takes into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. Appropriations which are not expended or encumbered lapse at year end except if a program has not been completed before the end of the fiscal year (as is the case with the Enterprise Funds).

Following preliminary approval of the budget, the council shall schedule and hold two (2) public hearings, one (1) on the school portion of the budget at which the school committee shall be represented, and the other on the remainder of the budget. These hearings shall be scheduled to begin approximately three (3) weeks following preliminary approval of the budget and be completed on or before the thirteenth day preceding the first Wednesday in May. The appropriated budget is prepared by fund and function (e.x., public works).

Expenditure Control:

The Town maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town Council. Under the Town Council's budget cap, total expenditures cannot exceed the final appropriation within each budgeted fund, once the budget is adopted. Amendments to the operating budgets that do not result in additional appropriations may be made within departments by means of a transfer. The Town Manager has authority to make such transfers within departments. Any other transfers made outside the departmental level during the fiscal year require Town Council approval. The level at which all budgeted funds may not legally exceed appropriations is at the department level.

At the direction of the Town Manager, all Department Directors are expected to follow strict guidelines for expenditure control within the approved budget appropriation. The Town Manager reserves the right to set "administrative spending authority" limits when justified to maintain the fiscal integrity of the budget. The finance Department also monitors expenditures to budget through the general ledger/accounting system.

The Town maintains an encumbrance accounting system as another method of maintaining budgetary control. All purchases require a purchase requisition and a purchase order unless deemed otherwise, as in an emergency situation. The Town's Purchasing Policy requires formal competitive bidding for expenditures over \$5,000. Funds are recorded as encumbered when the purchase order is issued and expenditures are recorded when the Town incurs a liability.

## **ECONOMIC DEVELOPMENT AND OUTLOOK**

Over the past two decades, North Kingstown's economy has emerged as a dominant employment center for the region. Employment has grown in industrial, commercial and office uses.

### **Industrial Development**

About one third of North Kingstown employment is associated with manufacturing and industry. The majority of new manufacturing employment in the Town has been the result of migration of firms into North Kingstown. Seven major employers account for most of the manufacturing employment: Electric Boat Corporation; Toray Plastics of America; Ocean State Jobbers; SENESCO shipbuilding; Fuji Film (formerly Arch Chemicals); NORAD; and Illumination Concepts and Engineering, Inc.

Other significant employers include: 143<sup>rd</sup> Air Wing, Rhode Island Air National Guard; Wal-Mart; Scalabrini Villa; Seafreeze Limited; New England Stone; Maro Display; Dominion Diagnostics; Goldline Controls; Emissive Energy; South County Nursing Center; Stop and Shop Supermarkets; Lowe's; Kohl's; and Home Depot.

### **Quonset Business Park**

The centerpiece of industrial development in North Kingstown is the Quonset Business Park, which is operated by the Quonset Development Corporation (QDC). The industrial and commerce park complex contains approximately 3,000 acres of land; approximately 555 acres remain available for development. Overall the park area is served by an airport, rail, and deep-water piers and is thus suitable for a wide diversity of manufacturing and port activities. One hundred sixty eight companies employing more than 6,810 full-time employees and 1,730 part-time employees currently occupy the industrial park. The complex also includes an 18-hole golf course and marina owned and operated by the Town of North Kingstown.

The vision for the Quonset Business Park calls for mixed industrial, commercial, limited service/retail and waterfront uses. The QDC has completed improvements to the freight rail system, internal roadways, a bike path and a limited access highway from Route 4.

Several major facilities have been proposed, have recently expanded or are under construction at Quonset Point/Davisville. Keifer Park, the technology center of Quonset Point Davisville, exemplifies the mixed industrial development that has characterized the growth of the Quonset Business Park. Another area of the Park boasting significant current and anticipated growth is Commerce Park located at the heart of Quonset Point. Here, existing park tenants and new arrivals continue to prosper. The Executive Park area is under development by a private investment firm, the New Boston Group, is developing the "Quonset Gateway" into a mixed-use office and service area to serve existing and future residents of the business park. Construction of the proposed 961,660 total square foot Gateway complex has begun. The first building an 89,000 square foot

Kohl's department store is opened, a 117,000 sq. ft. Lowe's store recently opened as well as a new Dave's Marketplace, which opened in June of 2009. North Davisville and West Davisville are the final areas of the park slated for industrial development. Here, as elsewhere in the park, existing uses continue to expand and new tenants are ready to move in to the area. The port activities at the park currently focus on automobile and seafood products with growth currently occurring and anticipated for both these uses. In West Davisville, existing businesses have continued to expand, and in the past few years, two new businesses have located to this area.

### **Commercial Development**

Post Road (U.S. 1) and the intersection of Routes 4/102 are the primary areas where the larger-scale commercial and shopping plaza uses have located in North Kingstown. Post Road has a mix of retail stores, offices, restaurants and services one would expect in a typical commercial corridor. The Town has recently adopted new zoning and design regulations that implement a number of recommendations of the Post Road corridor plan and the recommendations in the Town Comprehensive Community Plan. These innovative zoning techniques have won two Rhode Island American Planning Association Awards in the last two years. The Town worked with consultants to update and amend the zoning regulations for the Post Road corridor as well as a study of the feasibility and cost of allowing sewer service to the Post Road Corridor to foster additional commercial and residential development. The Town approved a \$10 million bond referendum for the first phase of the Post Road sewer project in November 2009. This proposed development will be in the form of high density village type "growth centers" with a strong design focus towards pedestrian scale and architectural improvements to encourage mixed use development, less reliance on the automobile and increased use of alternative transportation methods such as bicycle, walking and public transportation through the expansion of existing bus services to the area and in conjunction with the planned commuter rail station at Wickford Junction. It is the intent of the Town to encourage redevelopment of the Post Road Corridor through the use of residential and commercial density allowances and other zoning incentives in the revised zoning ordinance. With a diminishing amount of commercially zoned land, it is anticipated that development will continue to focus on redevelopment of sites along Post Road.

During the last year, two new bank branches have been completed on Post Road, and a large addition is currently underway for the Kingstown Liquor Mart also located on Post Road. A 2,000 square foot office retail building is also under construction in the northern section of the Post Road Corridor. Further south in the US 1 corridor the new 700 seat St. Bernard's Church was completed in 2009.

The Town expects that the commercial sector will continue to grow, particularly in response to development at the Quonset Business Park. Wickford Junction, a commercial project of nearly 300,000 square feet, includes a proposed commuter rail station near the village of Lafayette that is expected to begin construction in fall 2010. Construction of the final phases of the commercial development are expected to coincide with the development of a train station on the site which will once more connect North Kingstown to points Providence and Boston via rail. Tarbox Toyota has purchased 8 acres of land and submitted plans for review and approval for a new larger new car dealership to be located on Quaker Lane. It is anticipated that the new facility will be a LEED certified "green" building.

**Business Tax Exemptions and Economic Development Tax Incentive**

The Town Council adopted an ordinance in April of 1997 allowing a phase-in over a period of six years of the assessment on property located at the Quonset Point Davisville Port and Commerce Park. The phase-in applies to any new buildings, new structures or new additions to existing buildings used essentially for offices, manufacturing or commercial enterprises. The phase-in is intended to help any commercial concern that is willing to locate at the Quonset Point Davisville Industrial Park as a new business to Rhode Island or for any existing business in North Kingstown who is expanding their facilities. This incentive program has played an important role in encouraging new businesses to locate their facilities at the Quonset Point Davisville Industrial Park.

**Tax Roll Assessment Value Increases by 1.08%:**

The taxable Grand List totals \$4,440,612,995, up 1.08% over 2007. **Real Estate** rose about .75%, from \$4.17 billion to almost \$4.2 billion. The net **personal property** assess values rose about 9.1%, from about \$91.3 million to almost \$99.7 million. The **motor vehicles** portion of the assessed values rose from \$132 million in 2007 to \$140 million, approximately 9.1%.

<b>Variable</b>	<b>Assessment 12/31/2006</b>	<b>Increases (Decreases)</b>	<b>Assessment 12/31/2007</b>
Residential real estate	4,169,296,309	31,263,386	4,200,559,695
Personal property	<u>91,344,430</u>	<u>8,311,570</u>	<u>99,656,000</u>
<b>Variable Total</b>	4,260,640,739	39,574,956	4,300,216,695
<b>Fixed</b>			
Motor vehicles	<u>132,469,353</u>	<u>7,927,947</u>	<u>140,397,300</u>
<b>Grand Total</b>	<u>4,393,110,092</u>	<u>47,502,903</u>	<u>4,440,612,995</u>

Assessed Value Increase 1.08%

**Long-Term Financial Planning/Relevant Financial Policies:**

The unreserved, undesignated fund balance in the general fund (8.99% of the total budgeted expenditures of all Town Funds) is below the Town Council’s Debt Policy and Management/Fiscal Practices that was amended and adopted on April 7, 2008 as well as the Policy for Accumulation and Utilization of Fund Balance which was adopted on July 23, 2007. The policies state that the unreserved, undesignated fund balance shall be maintained at a minimum of 10% of the current period’s total budgeted expenditures for all Town Funds. For all intensive purposes this equates to 10% of \$92,946,333, or \$9,294,633.

During the FYE 2009 budgetary process, the Town Council voted to loan \$1,500,000 to the Quonset Davisville Recreation Fund (an Enterprise Fund) for the irrigation project which has been reserved on the balance sheet. Although reservations of fund balance are not considered as part of the undesignated fund balance under the generally accepted accounting principles, it must be noted that this loan is to be repaid to the General Fund, interest-free, over ten years.

Additionally, the Town Council's Debt Policy and Management/Fiscal Practices provides for the Town Manager to recommend to the Town Council an alternative plan for financing of proposed capital projects if the alternative plan is in the best interest for the Town of North Kingstown. (This allows Tax Incentive Financing (TIF) or revenue pledges).

### **Debt Administration:**

The Town issued a General Obligation Bond in January, 2009 for \$9,790,000. Bonds in the amount of \$4M were authorized by the voters in November, 2006 to finance the construction, renovations, additions, improvements and/or related equipment at the North Kingstown Senior Center complex, Beechwood House, Community Center and Town Beach. Bonds in the amount of \$4.5M were authorized by the voters in November, 2006 to finance land acquisition, construction, renovations, additional improvements and/or related equipment and vehicles for public safety facilities. The remaining balance of \$1.29M was authorized by the voters in November, 1992 to finance improvements to public facilities.

In April, 2008, the Town Council adopted a "Debt Policy & Management/Fiscal Practices" policy which establishes criteria for debt issuance as well as setting benchmarks for evaluating the Town's level of debt. Some of the specifics of the language request the following limits while considering the issuance of debt and maintaining a healthy reserve to indicate the Town's financial strength and flexibility:

- The Town's legal debt limit as set forth by RIGL 45-12-2 is limited to three (3%) percent of total assessed value,
- The Town's direct debt burden should be maintained at less than two (2%) percent of full assessed valuation,
- The Unreserved/Undesignated General Fund balance shall be maintained at 10% of the current period's total budgeted expenditures for all Town Funds,
- The enterprise funds should maintain an unrestricted net asset balance adequate to meet unanticipated expenditures to remain self-supported and,
- The Town Council shall have as a goal to appropriate a \$100,000 contingency each year in the General Fund Operating Budget.

## **MUNICIPAL SERVICES**

### **Planning Department**

The North Kingstown Department of Planning and Development is responsible for providing technical services to boards and commissions, the Town Manager, and the Town Council. The Planning Department reviews and prepares staff reports for commercial, industrial, and subdivision development. The Department serves as staff to advisory committees, as appropriate. The Department works with the Planning Commission in updating and implementing the North Kingstown Comprehensive Plan. The Planning Department assists the Town Manager and Finance Department in the preparation of the Capital Improvement Plan.

The Planning Department is responsible for chairing the Town Technical Review Committee and coordinating the review of all subdivision, commercial, and industrial plans among Committee members. The Technical Review Committee also reviews proposed state highway projects and

reports its recommendations to the Town Manager, Town Council or other Town boards as appropriate.

Additionally, the Planning Department serves as a resource to residents and property owners needing information regarding subdivision and land development regulations, zoning regulations, flood zones and other general land use issues. Frequently, when homeowner's seek minor variances from the Zoning Board of Review and/or the Historic District Commission, the Planning Department staff is available to help the homeowner through the application and abutter notification process.

North Kingstown received applies for and assists in the yearly Community Development Block Grant application for the Town. These funds supported a variety of activities including housing rehabilitation; and continued work on implementing the Davisville neighborhood revitalization plan.

The Planning Department served as staff to the citizens' advisory committee that developed the Wickford Village Plan and is now working to implement the Plan. The Plan set out ideas and a vision for future infrastructure programs and design guidelines to enhance and protect the historic village character; the work of the committee was supported by a grant from the National Trust for Historic Preservation.

Protecting open space and farmland are among the goals and objectives of the North Kingstown Comprehensive Plan. To implement this vision, the Planning Department has been working with the Planning Commission, the Town Manager, and the Town Council to achieve the protection of important land in North Kingstown. A key approach to this task has been leveraging grants, tax incentives, and other techniques to minimize the cost to the Town. The Town of North Kingstown through active strategies to protect farms, open space and the character of North Kingstown, has protected over 5,000 acres of land. Many of these properties have been preserved through joint ventures with property owners and state and federal environmental agencies. These open space purchases were accomplished using grants and Town bond funds; grants from the Rhode Island Agriculture Preservation Commission, the Rhode Island Department of Environmental Management, the Water Resources Board, and the U.S. Department of Agriculture to assist in the acquisition.

In addition to other supporting Town policies, the Town's cost of community service studies documented the advantage to the Town to keeping land open. During the past year, the Town implemented a Transfer of Development Rights (TDR) program to be utilized with the Post Road Corridor zoning. The transfer of development rights from the more rural areas of the town will be in conjunction with the availability of sewers to service the corridor.

The Town Planning and Public Works Departments have been working with State and Federal agencies and the Narragansett Bay Estuary Program with a goal of making water quality improvements to both Sawmill Pond and Sand Hill Brook. In October of 2006 the Town received notification that the State will award \$410,000 in natural resource damages fund to be used for water quality improvements in the area of Saw Mill Pond. It has been determined that a watershed approach would be the most effective way to address surface and groundwater problems in the Sawmill Pond area and the Town is in the process of hiring a consulting firm to work with the Planning Department on development of a Sawmill Pond Watershed Plan.

## **Information Service Department**

The Department Information Services (IS) consists of three (3) full time employees (Director of Information Technology, Network Administrator, and Technology Support Technician). This department provides technology and telecommunications services to all municipal departments at twenty (20) facilities including Assessors, Code Enforcement, Finance, Fire, North Kingstown Free Library, North Kingstown Golf Course, Police, Planning, Public Works, Recreation Town Clerk, Senior Center, Town Manager, and Water Departments as well as the School Administration Offices. These services include but are not limited to PC and peripheral installation, repair, maintenance, network infrastructure administration/development, database administration/development, administration and maintenance of Internet Protocol (IP) Telephony systems, and technical support/upgrades of all software applications. The IS Department is responsible for maintaining the Town's network infrastructure which consists of twenty one (21) servers, thirty one (31) two hundred and seventy five (275) workstations, five (5) fiber optic connected sites (Annex Building, Police, Fire, North Kingstown Free Library, and the North Kingstown School Administration offices), nine (9) Virtual Area Network (VAN) connections (North Kingstown Municipal Golf Course, two (2) remote Fire stations, Fire Department of Training, Wilson Park Facility, Water Pump Station, North Kingstown Transfer Station, DPW facility, and the North Kingstown Senior Center. This department is also responsible for maintaining and developing the Town's web site, video archive (Town and School) and Geographic Information System (GIS).

### **Library**

The North Kingstown Free Library has been a municipal service of the town of North Kingstown since 1897. Fulfilling its role as the "symbolic center of the community," the library serves every age group; every neighborhood; every income level; and every educational level. The North Kingstown Free Library is the one integrated municipal service that our citizens can come to for information, education, culture, and recreation.

Guided by a seven-member Board of Trustees, appointed by the Town Council to staggered, three-year terms, the library strives to be a vital town resource that serves as a place for the exchange of information and ideas, as a gateway to resources and services which are available to assist the citizens in living and enriching their daily lives, as a repository of the Town's collective culture and history, and as an embodiment of the democratic ideals that have shaped society: freedom, equality, and plurality.

### **Public Works**

The Administrative Division of public works is made up of the Department Director, Facilities Project Manager, Public Works Programs Coordinator and (part-time) Secretary. This division is responsible for the overall operation of the department, including policy and personnel decisions, purchasing, budgeting, research, supervision, record keeping, resident inquiries, and general overall department operations. In addition, the Facilities Project Manager is responsible for the preparation, implementation and completion of major School and Town capital projects. The Public Works Programs Coordinator manages the Town's solid waste and curbside recycling programs, while offering administrative support for all divisions. The Director and Facilities Project Manager offer staff support to the Asset Management Commission.

The Highway Division is responsible for maintaining and improving the Town's infrastructure (roads, dams, drainage and bridges), responding to resident inquiries, street sweeping, snow plowing, tree trimming and brush cutting, catch basin cleaning, sign making, and other responsibilities which involve heavy and light equipment. This division is comprised of 16 employees.

The Town Engineer heads the Engineering Division. The major responsibilities of this division are subdivision review, highway and drainage improvement design, resident responses, plat map updates, ACAD and GIS computer mapping, subdivision inspections, bid specification preparation and project management, deed and title research, and staff support to the Department Director. Other Division responsibilities include working with consulting engineers on the design of collector and secondary roads, updating the Highway Pavement Management Program, preparation of bid specifications for road resurfacing, aerial photos and bridge inspections. The Town Engineer provides staff support to the Planning Commission, and oversees, with the help of two Engineering Inspectors, construction of all new subdivisions and associated public improvements.

The Transfer Station Division is responsible for the daily operation of the Town's solid waste transfer station and recycling facility. As of July 1, 2009, the facility is open three days per week, Tuesday, Friday and Saturday. Approximately half of the residents of North Kingstown use this facility. The transfer station will accept household garbage in plastic bags, metals, brush, demolition material, appliances, empty propane tanks, mattresses and box springs, waste oil, batteries, tires, blue and green stream recyclables, used books, electronic waste and leaf and yard waste. Fees are established by ordinance.

The Facilities and Grounds Division is responsible for the maintenance of and improvements to all Town buildings, grounds, athletic facilities and parks. The employees of this division assist with snow plowing operations during the winter. This Division is also involved with Town festivals and tournaments. Additional responsibilities include custodial coverage for the Town Hall, Town Hall Annex, Beechwood House and the Community Center. This division is comprised of 5 employees assigned to maintaining facilities and grounds and 2 employees, 1 full-time and 1 part-time, assigned to custodial coverage.

### **Recreation and Leisure Services Activities**

The Department oversees the administration, personnel, budgeting, policy implementation and supervision of the Quonset/Davisville Enterprise Fund. The Fund is supported by the operation of the Municipal Golf Course and the Allen Harbor Marina. Both facilities were acquired from the Navy through the Department of the Interior Federal Land Disposal Program for the purpose of providing recreational opportunities for the Town. The Golf Course originally built as a 9-hole course in the 1940's and expanded to 18 holes in the 1960's is a classic layout and is one of the most popular in the state with over 42,000 rounds played there each year. The Marina consists of a public boat ramp and 180 slips and moorings. The department also serves as the liaison for the North Kingstown Arts Council. Calf Pasture Point, 215 acres of property surrounding Allen Harbor acquired from the Department of Interior, is being developed as a passive recreation area.

## **Senior and Human Services**

As of December 12, 2009 the North Kingstown Department of Senior and Human Services will be housed at Beechwood, 44 Beach Street still right at the Town Beach Complex. Beechwood, a Center for Life Enrichment, is a new building constructed between 2008 – 2009 replacing the Beechwood House as the site of the North Kingstown Senior Center. The new building is a culmination of seven years of planning. In November of 2006 the citizens of North Kingstown passed a four million dollar bond to improve the beach campus and build a new senior center. The North Kingstown Senior Association launched a Capital Campaign to raise additional funds needed to complete the project.

The North Kingstown Senior Center is nationally accredited by the National Council on Aging (NCOA), National Institute of Senior Centers (NISC) for meeting national standards in nine areas: Purpose, Community, Governance, Administration, Human Resources, Program Planning, Evaluation, Fiscal management, Records and Reports and Facility.

The Senior Center is open five days a week, Monday through Friday 8:30 am to 4:30 pm and many evenings. The Department of Senior and Human Services serves as a “community focal point” for senior programs and services and coordinates the following: nutrition and transportation programs, social and recreational activities, health promotion and screenings, case management, advisory groups, volunteer services, educational programming and information and referral services.

There are ten employees, three full time and seven part-time. Full time staff includes the Director, Assistant Director and Secretary. The Social Services Department has two part staff, a licensed social worker and social service specialist. They assist elders and others, regardless of age, who need assistance. A dining room manager and kitchen supervisor oversee the hot meals served at the senior center Monday through Friday and Meals on Wheels delivered to homebound elders by volunteers in the community. There are three part time bus drivers and two operating buses to transport seniors to and from the senior center, to doctor appointments, hairdressers, food shopping, recreational trips and other quality of life excursions.

## **Tax Assessment**

The Tax Assessor’s Office maintains records pertaining to ownership and assessments of real property (taxable and exempt), motor vehicles, and tangible business property. In addition the tax assessor’s office maintains state and local exemption forms. This information is used to generate the town’s annual tax roll. The Tax Assessor’s Office assists taxpayers with the filing of exemption applications, tangible business property returns, farm forest and open space applications, and tax appeal applications. The office answers inquiries on real property including ownership information, sales information, assessments, land and building size, and construction details. All information pertaining to real property is maintained on the town’s CAMA system which is available to the public on computers in the assessor’s office and on the Vision Appraisal website.

## **Code Enforcement**

The Code Enforcement Department is staffed by a Building Official and an Assistant Building Official, one full time clerk and one part time clerical employees. There are three contracted, licensed inspectors to provide mechanical, plumbing and electrical inspection services. The

Department reviews plans and specifications for all construction relative to new and existing structures in town. In addition, we issue building permits, conduct inspections of permitted projects, and respond to complaints. This department is responsible for compliance and enforcement of the State Building Code, the State Housing Maintenance and Occupancy Code and various local ordinances. We conduct inspections with regard to compliance for licensing of mobile home parks, public and private schools, day care facilities, laundries, purveyors of alcoholic beverages, bed & breakfasts, hotels, motels, rooming houses and second hand furniture dealers. The staff also provides assistance and information to the public concerning permit applications, inspection requirements, appeals, and the interpretation of flood maps, codes, regulations and ordinances.

### **Fire Department**

The Fire Department has 4 manned Fire Stations, which provide Fire Suppression, Fire Prevention and Emergency Medical Service to 58.3 sq. miles of the Town including the Quonset Point/Davisville Industrial Park. The Department has 81 full time employees including the Chief of Department, Fire Marshal, The Department Mechanic, Assistant Mechanic and the Department Secretary. The remaining 76 Officers and Firefighters are distributed over 4 Platoons providing the staffing for 5 Engine Companies, 2 ALS Transport Rescue Companies, 1 Command Vehicle. In addition these Companies cross-staff 2 Brush Trucks, a Ladder Truck, a Special Hazards Vehicle, a Decontamination Trailer and 2 Fire Boat. Their responsibilities include Fire Suppression, Hazardous Material Response, Confined Space Rescue, Rope Rescue, State Wide Decontamination Response, Marine Fire Suppression/Rescue and Emergency Medical Services including Advanced and Basic Life Support service and transport. In addition to fire cause and origin investigations, the Fire Marshal's office is responsible for residential and commercial plan review, smoke detector and carbon monoxide detector inspections. The Department Mechanics are responsible for the preventative maintenance and repair of the Departments 30 pieces of Fire Apparatus. The Department also maintains a municipal fire alarm system for the Town and the Industrial Park.

### **North Kingstown School Department**

The North Kingstown School Department is a state-mandated agency of the Town, governed by a School Committee that is elected to four-year terms. The School Department serves over 4,400 students in nine schools – one high school, two middle schools, and six elementary schools. Three hundred seventy-three professionally certified personnel supported by over two hundred non-certified staff provide these services. The mission of the North Kingstown School Department is “To educate our students to become intellectually active adults, to inspire them to reach individual excellence and to challenge them to become responsible members of society”. This mission is supported by four core values to enhance teaching and learning, and student learning results. The district and each school develop yearly improvement plans to maximize student achievement in conjunction with these values.

### **Water Department**

The Department of Water Supply provides domestic water service and fire protection to the majority of residents and businesses in North Kingstown. North Kingstown Water owns and operates 11 gravel packed wells located throughout three aquifers, the Hunt, Annaquatucket and Pettaquamscutt, which underlie the Town. North Kingstown wells produce just over one billion gallons of water per year. The average demand is just over three million gallons per day, with a

peak summer demand of up to eight million gallons per day. The distribution system consists of 176 miles of water pipe, 1,042 fire hydrants, four (4) standpipes, and one (1) storage reservoir

## **Police Department**

The Police Department continues with its mission to ensure that police services are delivered in an effective and efficient manner – providing a quality of life for all residents and visitors free from the threat or fear of crime impacting their lives. Our goal is to accomplish this mission by employing contemporary methods and techniques, while remaining ever vigilant of the need to operate with the utmost regard for customer service.

The North Kingstown Police Department is staffed by fifty (50) sworn personnel. Counted amongst the personnel are the Chief of Police, one police dispatcher and forty-eight (48) sworn police officers of various ranks. The civilian support staff includes two full time dispatchers, three part time dispatchers (weekend coverage), three administrative secretaries, one full time records clerk, one custodian and one mechanic.

Included within the operations of the police department are the services of the Harbormaster, who also assists in the operation of Allen Harbor Marina and Animal Control. Personnel include: one Animal Control Warden, one Assistant Control Animal Warden, a full-time Harbormaster and two part-time (seasonal) Assistant Harbormasters.

- Office of the Harbormaster located within the Public Safety Building, with a patrol boat berthed at the Town Wharf, at the end of Main Street.
- The Animal Control Division is under the supervision of the Operations Commander of the Police Department. Business is primarily conducted from the animal shelter located at 395 Hamilton Allenton Road.

The Police Department maintains operations 24 hours a day, seven days a week, providing services to approximately 26,000 residents, covering an area of approximately 45 square miles. To accomplish this task a fleet of twenty-three police vehicles is maintained, which includes marked and unmarked cars. Two of these vehicles are four wheel drive utility vehicles, one utilized for commercial vehicle enforcement, the other assigned to the Detective Division. Both utility vehicles are used to supplement special needs or services, in addition to use for times of inclement weather. Each patrol vehicle is equipped with moving RADAR, mobile data terminals and a printer; providing our police officers with a mobile office. This equipment and its use assist us in providing police services to the community in an effective and efficient manner.

## **MUNICIPAL INITIATIVES FOR THE YEAR**

### **Planning Department**

North Kingstown received \$43,050 in Community Development Block Grant funds for use in FY 2009-2010. These funds support a variety of activities including: providing assistance to several local social service agencies such as the Domestic Violence Resource Center, Family Service of RI, Welcome House of South County, Washington County Community Development Corporation, Community Housing Land Trust, and The Sensational Child, Inc.

The Planning Department works to strengthen the Town's relationship with the Quonset Development Corporation (QDC), responsible for managing the business park. The Planning Department, along with the Town Manager, meets regularly with the staff of the QDC to address issues of mutual concern and to coordinate activities. The Planning Department attends meetings with prospective businesses and coordinates the review of development projects with other Town departments through the Town Technical Review Committee. A separate joint Technical Review Committee composed of staff from the Town and staff from the QDC meets monthly to discuss pending projects. Recently, the Planning Department worked with the QDC staff and their consultants to amend the Quonset Master Plan to insure its consistency with the North Kingstown Comprehensive Plan.

During the past four years the Planning Department worked with the Planning Commission on the implementation of the corridor plan for Post Road, which is the primary commercial area in North Kingstown. Implementing the Plan will allow for a substantial increase in the Town's tax base through incentive zoning and the creation of a sewer district allowing for new development at densities much higher than previously allowed. The Town has recently adopted new zoning and design regulations that implement a number of recommendations of the Post Road corridor plan and the recommendations in the Town Comprehensive Community Plan. These innovative zoning techniques have won two Rhode Island American Planning Association Awards in the last two years. The Town worked with consultants to update and amend the zoning regulations for the Post Road corridor as well as a study of the feasibility and cost of allowing sewer service to the Post Road Corridor to foster additional commercial and residential development.

This proposed development will be in the form of high density village type "growth centers" with a strong design focus towards pedestrian scale and architectural improvements to encourage mixed use development, less reliance on the automobile and increased use of alternative transportation methods such as bicycle, walking and public transportation through the expansion of existing bus services to the area and in conjunction with the planned commuter rail station at Wickford Junction. It is the intent of the Town to encourage redevelopment of the Post Road Corridor through the use of residential and commercial density allowances and other zoning incentives in the revised zoning ordinance. With a diminishing amount of commercially zoned land, it is anticipated that development will continue to focus on redevelopment of sites along Post Road.

The Post Road Corridor Sewer ordinance has been adopted by the Town and the necessary enabling legislation was also approved by the state this past year. The Town approved a \$10,000,000 bond referendum for the first phase of the Post Road sewer project in November 2009.

The Planning Department has worked with the Town Water Department and the University of Rhode Island Cooperative Extension on a program called Healthy Landscapes. The intent of the program is to educate landowners and promote landscape practices that minimize impacts to the environment as well as promote water conservation. The Town Managers office as well as the Planning and Water Departments are now working with the State Department of Environmental Management and the State Water Resources Board to plan our future development and growth potential in a way so that the Town to sustain our water resources for the future.

The Planning Department served as staff to the citizens' advisory committee that developed the Wickford Village Plan and is now working to implement the Plan. The Plan set out ideas and a vision for future infrastructure programs and design guidelines to enhance and protect the historic village character; the work of the committee was supported by a grant from the National Trust for

Historic Preservation. A number of programs proposed in the village plan have been completed: a walkway along the harbor; improvements to Library Park; and additional transient dockage. The Planning Department prepared successful applications to the Rhode Island Department of Transportation (RIDOT) Enhancement Program for funding for the sidewalk, streetscape improvements, and storm water improvements. The improvements currently underway for Main Street are nearing completion.

The Department prepared an impact fee study that resulted in the adoption of impact fees by the town and is in the process of updating the methodology used to update these fees. The Cost of Community services prepared by the Planning Department is used to assess the impact of different land uses on the tax base and is a component of the Town's Growth Management Program and fee structure.

The Planning Department completed an update of its Hazard Mitigation Plan for the Town in cooperation with other Town departments, the public and the North Kingstown Chamber of Commerce. The update responds to changes in Emergency Management regulations regarding Hazard Mitigation Plans. The Department also serves as the Town's Coordinator for the Federal Emergency Management Agency's Community Rating Service (CRS). The Town's CRS rating allows businesses and residents to take advantage of a five percent saving in the cost of flood insurance. In addition, in response to requirements for Homeland Security, the Planning Department worked with the Town Police and Fire Departments to update the Town Emergency Management Plan and prepare a separate chapter dedicated to responding to Weapons of Mass Destruction.

With the reduction of staffing for the Leisure Services Department, the Planning Department in conjunction with the Recreation Department and Public Works Department are working to complete the design for the trail system at Calf Pasture Point. Calf Pasture Point is a 189-acre parcel that the Town acquired from the Department of Interior following the closure of the Davisville Naval Construction Battalion Center. This area will be officially opened as a public park area in 2010.

Protecting open space and farmland are among the goals and objectives of the North Kingstown Comprehensive Plan. To implement this vision, the Planning Department has been working with the Planning Commission, the Town Manager and the Town Council to achieve the protection of important land in North Kingstown. A key approach to this task has been leveraging grants, tax incentives and other techniques to minimize the cost to the Town. The Town of North Kingstown through active strategies to protect farms, open space and the character of North Kingstown, has protected over 5,000 acres of land. Many of these properties have been preserved through joint ventures with property owners and state and federal environmental agencies. Since 2005 the town has protected 14 acres on Harrison Street through acquisition, the development rights to a 57 acre horse farm on Tower Hill Road, 9 acres on Gilbert Stuart Road located in the aquifer protection area, the development rights on 30 acres in the Quidnessett neighborhood, the 25 acre Freeborn Farm, the 44 acre Delvecchio Farm, 110 acres of the Bald Hill Nursery property in the Town of North Kingstown and Exeter, and is in negotiations to protect over 200 additional acres throughout Town. These open space purchases were accomplished using Town bond funds and grants from the Rhode Island Agriculture Preservation Commission, the Rhode Island Department of Environmental Management, the Water Resources Board, and the U.S. Department of Agriculture to assist in the acquisition. Last year the Town adopted the state's first Transfer of Development Rights (TDR) program that allows developers to buy the development rights or potential of areas in Town where growth is not encouraged, and to use that potential density to add additional

development density to areas in Town, such as the Post Road Corridor, where growth is being encouraged. This ordinance has many benefits in that Town resources can be dedicated towards areas where infrastructure already exists, additional land is protected for open space, and development happens where the Comprehensive Plan directs that growth.

The Department worked with the Planning Commission developing Conservation Development regulations, enhancing the Town's ability to protect environmentally sensitive land. These regulations were adopted by the Town Council and the Planning Commission in 2006 and are currently being implemented.

In recent years the Town secured a \$123,814 grant for redevelopment of Yorktown Park in addition to many other successful grant applications for the Town. During the past year, the Town received a \$70,000 planning challenge grant from the Rhode Island Statewide Planning Office to further refine the Town's Transfer of Development Rights program so that it can be utilized to address redirecting growth not only to the post Road Corridor, but towards the historic town centers and other areas that are planned for future growth opportunities in Town.

The Planning Department participates in several regional-planning efforts. Washington Trust Bank has been a leader in encouraging a regional approach to planning in Washington County. The Planning Department attends meetings of the planners from the nine communities. A Sustainability Grant from the US Environmental Protection Agency and funds from the Rhode Island Department of Environmental Management and the University of Rhode Island supported a program for the development of alternative land use regulations to manage growth, prevent urban sprawl, protect sensitive natural resources and promote balanced economic development; the nine Washington County communities are participating in the program. Additionally, the Department participated with elected officials from the nine communities in the development of a regional vision for Washington County and a county greenway system and the preparation of a regional economic development initiative.

The Planning and Public Works Departments have been working with State and Federal agencies and the Narragansett Bay Estuary Program with a goal of making water quality improvements to both Sawmill Pond and Sand Hill Brook. In October of 2006 the Town received notification that the State will award \$410,000 in natural resource damages fund to be used for water quality improvements in the area of Saw Mill Pond. These improvements will be based in part on the November 2005 Southern Rhode Island Conservation District (SRICD) report, which identifies potential strategies and potential resources for water quality improvements to the pond. The Town has hired the Horsley Whitten Group to take a watershed to determine most effective way to address surface and groundwater problems in the Sawmill Pond area.

Affordable housing has been an important focus of the work of the Planning Department over the past few years. State legislation mandating the preparation of municipal affordable housing strategies was adopted by the State General Assembly; each municipality was expected to re-examine its policies, regulations, and planning documents to insure consistency with the State Planning Program requirements for Comprehensive Plan Housing elements. The North Kingstown Affordable Housing Plan was adopted by the Town Council and the Planning Commission in November of 2004 and revised in June of 2005. The Town, acting as the lead agency for an eight town regional planning implementation study, received a grant award in the amount of \$158,909 to implement the Affordable Housing Plans of eight area towns. This grant allowed for the writing

and adoption of the necessary ordinances and financial framework for the communities to adequately address the needs of affordable housing in the southern Rhode Island. The Town of North Kingstown has completed and adopted all of the ordinance amendments as part of this grant program. The Town's inclusionary zoning ordinance requires all projects which propose to add at least five new housing units include a mandatory 10% affordable housing. The affordable housing units add a bonus to the number of units/or house lots allowed under zoning. In addition, during the last several years the Planning Department and the Planning Commission have worked closely with developers who will be providing for 20% to 25% of their residential development projects to be deed restricted affordable units.

### **Information Services Department**

Fiscal year 2009 will bring many new technological advances and innovations to automate citizen facing processes, manual procedures and to empower North Kingstown employees and constituency.

During fiscal year 2009 new internet facing portals will be made available via our website [www.northkingstown.org](http://www.northkingstown.org).

Online, over the counter, and IVR (Interactive Voice Response) systems will be implemented for water bill, motor vehicle tax, real estate tax, and personal property tax payments. This system will allow for credit card, debit card and e-check payment methods.

An online complaint tracking portal will be implemented to work in conjunction with the permit tracking system to allow residents to more effectively interface with the Building Official.

Public Safety technology will continue to move forward in fiscal year 2009. The Police Department will have a new database/data storage server installed to replace the existing antiquated server, which has reached capacity and lifecycle. A new domain controller will also be implemented at Police. As a second phase to the Public Safety VoIP (Voice over IP) system, a new digital voice recording system will be implemented to replace the existing analog PBX (Private Branch Exchange). The recorder and voice gateway will be installed to record Police and Fire RF frequencies and dispatch lines, to provide a digital on demand/archiving solution to save and access these recordings. New Public Safety IP traffic cameras will be installed on Boston Neck Rd. and Brown St. to allow for real time monitoring of these locations. The new Public Safety Complex will be under construction in fiscal year 2009 and IS will be working on a multitude of assignments for this project. The IS department will relocate the Fire administration office to the Town Hall Annex, so they can remain open and accessible during construction. All data, radio, telecommunications, fire alarm, generator, electrical, conduits, fiber, and projected outage times will all be collaborated through Information Services in conjunction with Police, Fire and DPW.

The North Kingstown Free Library, in efforts to consolidate services will be integrated into the town VoIP phone system. This will allow for NKFL to replace their costly and antiquated PBX system and move to a digital platform, all for minimal cost.

In fiscal year 2009 Information Services will implement two new systems for the Town Clerk's office. Municipal Court and Probate Court tracking systems will be released in fiscal year 2009. Two new audio PA systems will also be installed in the meeting room at the Senior Center and Town Hall.

Working with the Town Manager and Audit Committee a web and telephone based Whistleblower system will be released for both the town and school department. Town Information Services will be the implementation lead and provide the application's administrative services and technical support for both the town and school.

In fiscal year 2009 the School Departments Universal Chart of Account migration will begin in the MUNIS system. Town IS will be the technical lead on this project, providing technical support for the entire conversion.

The Town's Geographical Information Systems (GIS) will continue to build its data warehouse by working with departments to create zoning, public safety, and hydro layers. Information Services will empower the Engineering Division of Public Works by providing in depth training in GIS software suites. GPS units will be used in the field this fiscal year to create a comprehensive hydrant, evacuation sign, and water infrastructure layers for more accurate mapping and tracking of these resources. This will allow for a more accurate and streamlined tax cut, mapping and analysis process. Online plat maps will be made available via the town's website for download. Information Services will work with the GIS user forum that consists of representatives from Planning, Assessors, Code Enforcement, Engineering, and Water on a digital submission policy and updated and accurate zoning data.

## **Library**

In FY 2008-09, the citizens of North Kingstown came to the library to:

- Get answers to over 29,000 questions, which they asked the library staff in-person, over the phone, or via e-mail.
- Conduct the business of their daily lives using the library's computers and fast Internet connection. Over 25,000 people used the library's 19 public Internet computers.
- Educate themselves. They borrowed 60,000 non-fiction books to help them further their education or help them with school projects. They did 65,000 searches, either from home or in the library, on the online databases to which the library provides access.
- Enjoy the arts, culture, and be entertained. 12,235 adults and young people attended 550 events at the library. They borrowed 130,650 fiction books, 22,812 talking books and music cds, and 66,409 dvds.

In FY 2008-09, the library did the following to serve our users:

- Maintained our place as the sixth busiest public library in the state, behind only the four major urban libraries and the Barrington Public Library.
- Expanded the Sunday calendar using money saved by re-organizing the staff after two key staff members retired. We served 2,745 residents on Sunday afternoons.
- Maintained our year-round 62-hour a week service schedule, welcoming 183,803 people to the library, an increase of 2.5% over the previous fiscal year.
- Expanded our downloadable audiobook collection by 39 new titles. North Kingstown library card holders downloaded 1,565 titles—5% of the total downloaded by all of the OSL network's library users.
- Completed the scanning of the first four volumes of Tim Cranston's *Swamptown Gazettes*, so that they are now available online via the library website and are searchable by names and subjects.

- Created 4 slide shows on topics of local history that are available—in the library and beyond via the library’s web page—to bring the town’s rich cultural and historical past to as wide an audience as possible.
- Shared our resources with the other 49 public library systems in Rhode Island, borrowing more than 38,000 books and other materials from other RI public libraries for pick up here by North Kingstown library users and loaning more than 46,000 items in our collections to cardholders of other RI libraries (an increase of 31% over what we loaned in FY 07-08).
- Replaced the library’s 35-year old telephone system, with funding from the North Kingstown Free Library Corporation; and began replacing some areas of worn carpeting with funding from The Champlin Foundations.

## **Public Works**

The Public Works department continues its commitment to maintaining the town’s road infrastructure. Using the VHB report that rated the pavement condition of all town-maintained roads, the department has completed the resurfacing of those roads that were rated as being failed or very poor and the continues to pave the roads rated as poor.

The Wickford Village Improvement Project, a cooperative effort between the Town of North Kingstown and the Rhode Island Department of Transportation was recently completed. The Project included improvements to Brown Street, installation of new gas and water mains, drainage and sidewalk improvements along Main Street, and the overlay of Main Street. The Public Works department continues to work with ATC Lincoln Associates implementing the RIDEM approved Site Investigation Work Plans for the former Hamilton Allenton and Oak Hill Landfills and developing Final Closure Reports for each landfill to be submitted to RIDEM for approval. This site investigation/enclosure process is per the requirements of Section 5.0 of the RIDEM Closure Policy for Inactive or Abandoned Solid Waste Landfills. Work is nearing completion on the Public Safety Building Improvements project and the construction of a new Fire Station #5 in Slocum was completed this year. The department continues to implement the Town’s Storm Water Management Plan and has completed several significant drainage projects throughout town.

The Highway Division continues its mosquito abatement efforts treating town maintained catch basins and detention/retention ponds monthly with an environmentally safe larvicide provided by RIDEM Mosquito Abatement office.

The Facilities Division continues to successfully manage and maintain the increased number of town parks and playground facilities. Many organizations including the Wickford Little League and North Kingstown Youth Football utilize the fields at Wilson Park and McGinn Park, gaining statewide recognition for the quality of these facilities.

The Engineering Division continues to work with the I.S. Department in its implementation of the GIS system, including the digitizing of ortho-photo planimetrics, and the linking of various Town department databases. The division also manages the requests for removal/maintenance of street trees and works with the Tree Warden in following the Street Tree Ordinance. This office acts as a liaison between residents and the Tree Warden during this process.

The pay-as-you-throw program at the Transfer Station on Devils Foot Road continues to be successful in reducing the amount of solid waste generated in town. Over 32% of the waste

generated in town is recycled, either through the town's curbside recycling program or at the Transfer Station where containers are available for the disposal of acceptable recyclables, at no cost. This recycling rate represents the ratio of blue and green stream recyclables tonnage to solid waste tonnage disposed of at RI Resource Recovery's landfill and recycling facilities in Johnston. Recent changes to State law require cities/towns reach a minimum recycling rate of 35% and overall municipal solid waste diversion rate of 50% by July 1, 2012. The Transfer Station's composting operation continues to produce a high quality product, offered to residents at no cost, which is in demand throughout the year. Leaf and yard waste processed at this facility helps keep the town's disposal costs down and is included in the town's overall municipal solid waste diversion rate, which is currently at 58.57%.

### **Recreation and Leisure Services Activities**

This year the Department continues to plan and implement improvements to the Golf Course. To remove the possibility of a major rupture the new irrigation system that is also more time and volume efficient has been installed. At Allen Harbor Marina the bulkhead, built over sixty years ago, is being replaced. The implementation of the Calf Pasture Point Master Plan to convert the park into a passive recreation complex continued with the completion of parking facilities and some trails. The new bike path that leads down to the park is completed.

The Arts Council has developed another variety of outstanding programs including events and concert series for the enjoyment of Town residents. The Spirits of Wickford and Take an Arts Break Classes were also offered. Sunday Musicals and Rhode Island Voices at the North Kingstown Free Library were well attended. The council also provided support to Smith's Castle's Strawberry Festival Celebration and entertainment for the Senior Center. The Programming was enhanced by donations and sponsorships.

As always, **North Kingstown Recreation** made every effort to reach as many of its very diverse population as possible in the past year. Again, the instructors and leaders were the most important influence to the success of the department.

The Saturday Art Program for pre-school through second grade were extremely popular with about 250 participants. One of the older programs to continue a high level of success was the Girls Field Hockey League, which attracted about 80 third to eighth graders. Some of these also had the opportunity to play games at other towns, moving the level of competition up a notch, including a Saturday Morning Program where they played on some of the nicest Sports Turf Fields in the State. Almost 200 girls stretched, vaulted and cart wheeled their way through our winter gymnastics program located at the High School.

This was our fourteenth season to offer our little actors a chance to audition for a play directed by the Missoula Children's Theatre Performance. The instructors did a wonderful job of leading the 60 boys and girls of all ages in "Jack And The Beanstalk". It is always exciting and heart-warming to witness the growth of these actors in a week's time. The children were confident and professional in (almost) every way and never missed a cue as they sang and danced their way across the stage.

This year a new Basketball Program for five year olds was added and it was deemed very successful by the 50 participants and their parents.

The Teen Extreme Program for seventh through ninth grade students was again a huge success with 100% occupancy (42 per session for four sessions). They enjoyed kayaking, thrills at Six Flags, whale watching, para sailing, rock climbing and many other exhilarating adventures. The “Busy Bodies” Program is continuing to gain momentum. 250 of our 18 month to 5 year olds are learning coordination and social skills in the Cold Spring Community Center.

Yoga was offered to adults and high school students and an adult exercise program was also available. Basketball and Volleyball are also enjoyed by many of our adult citizens, including some 50 to 70 year olds.

We hope to have a shelter built for this summer’s Playground Program at Yorktown Park.

### **Senior and Human Services**

The Department of Senior and Human Services provides programs and services to older adults 55 and over, both at Beechwood, and in the community. The senior center is nationally accredited by the National Council on Aging and serves as a “community focal point” for the following senior programs and services: nutrition (Seabreeze Dining and Meals on Wheels), transportation programs, social and recreational activities, health promotion and screenings, social services and case management, advisory groups, volunteer services, educational programming and information and referral services.

In November 2006 North Kingstown voters passed a Bond Referendum for four million dollars to build a new senior center at the town beach, a new band shell and other improvements to the town beach complex. The new senior center will accommodate the needs of the current older adults in North Kingstown as well as the anticipated growth expected in the coming decades. Senior and Human Services Department received one of ten state wide grants for \$40,000 from the Department of Elderly Affairs for senior center programs and services and provides an opportunity to expand programs and services.

The unduplicated number of individuals who utilized services in all divisions in 2008-2009 is 1,700. In 1997-1998 1,367 individuals received services, illustrating the growth in participation. Programming at the senior center is divided into health wellness and general programming. Over the past year 1,500 individuals participated in programs at the Senior Center.

### **General Programs**

New programs included Model Boat Building, and a musical revue, Beechwood Memories, co-sponsored by the North Kingstown Arts Council performed at the local library and the senior center. We continued our collaboration with the Feinstein Center for Hunger Free America, and our knitting project which provides lap robes and afghans to Hospice. Farmers’ market vouchers were distributed to low-income elderly. Exercise programs offered through our department this year were: Tai Chi, ECIF (Exercise Can Improve Flexibility), Intermediate Fitness, Dancersize, Yoga, Lo-Impact Aerobics, and Line Dancing. Evening programs such as Nite Owls continue to be popular, as are special events, dinners, ice cream socials, etc. Please refer to the monthly newsletter for a complete listing of all programs offered at the senior center. The senior center participates in the ‘You Can’ Program in cooperation with the U.S. Department of Health and Human Services Administration on Aging and the Rhode Island Department of Elderly Affairs, with programs for adults on healthier lifestyles through exercise and good nutrition.

## **Health Programs and Services**

Health Wellness programming continues to expand with use of our Health Room for nursing and other health services. South County Hospital, Rhode Island College Student Nursing Program and Visiting Nurse Services each offer bi-monthly health clinics including individual health counseling, blood pressure checks, and cholesterol and glucose screenings. Health Programs offered this past year include the following: Lunch and Learn with the YMCA, Mini Health Fairs by the Visiting Nurse's Association, a Shingles vaccination program, and a new Chiropractic Health Program.

Participants continue to use the 'Telemedicine' machine to monitor their vital signs and manage their weight which leads to improved health and wellness. This equipment makes it possible for participants to self-monitor blood pressure, weight, pulse, and respirations with a report given to individuals by our nurse at the monthly clinic. Our Flu Clinic held in October was well received with almost 600 people receiving flu shots. Volunteers pre-registered every individual to minimize wait times.

Other health services include Podiatry and alternative wellness opportunities such as Reflexology and Massage Therapy. There is also an Insight support group for elders with visual impairments.

## **Volunteerism**

The senior center also offers extensive volunteer opportunities both at the senior center and in the community through collaboration with Seniors Helping Others (SHO), a Retired and Senior Volunteer Program. At our Volunteer Recognition Program held last April we recognized 200 plus volunteers. Volunteer of the Year was Mary Pea, Leader of the Beechwood Bridge Group who celebrated their tenth anniversary.

## **Intergenerational Programs**

The senior center has ongoing intergenerational programs involving youth and older adults. The Special Friends Program involves students from Wickford Middle School who volunteer at the senior center and socialize with seniors through games and volunteer activities. We also invite students of all ages to perform musical and related programs throughout the year. In addition, we developed a cooperative relationship with LINKS, Laymen in North Kingstown Schools, offering opportunities for seniors to volunteer in the North Kingstown school system.

## **Transportation**

Transportation services made 7,700 calls, assisting 190 seniors. We provide transportation to five older adults in wheelchairs. RIDE, RIPTA's state transportation for seniors and people with disabilities, provided 41 older adults transportation to the senior center. In addition, RIDE currently provides North Kingstown residents transportation to adult day care and out of town medical appointments. Volunteer organizations such as FISH and Seniors Helping Others supplement the state services for out of town medical needs whenever necessary. Shopping trips to local supermarkets and plazas increased and continues to be an essential service that makes it possible for elders to maintain their independence in a community setting. In addition, we provide transportation to banks, the library, post office, hair dressers and pharmacies.

## **Nutrition Program**

A total of 16,123 meals were served through our federal meals program. Meals on site at our Sea Breeze Dining room served 8,922 meals to a total of 352 individuals. Meals on Wheels served 73 homebound seniors with 7,201 meals. Meals on Wheels are delivered Monday through Friday by over 40 volunteers to an average of 45 homebound elders each day.

## **Social and Human Services**

We maintain separate statistics for our senior clients and the population we serve under the age of 60. The Social Service office served 752 seniors and provided 57 home visits. Health issues, financial difficulties, and the increasing cost of living generated the most contacts.

The population under the age of sixty serviced was a total of 95 families with issues such as utility shut offs, funding to prevent eviction, or emergency heating needs. Other agencies, particularly the Salvation Army Chapter in North Kingstown and state office, also support families in crisis in North Kingstown. Although not funded by the town, nor run by this office, the NK Food Pantry served 1,107 families, almost a 50% increase from last year. Thanksgiving dinner was provided to 196 families. Ten hot meals were delivered to single individuals and the remaining families were provided food by the NK Food Pantry.

Christmas again was a combination of agencies and donors working together to provide food and gifts for those in need residing in North Kingstown. The Holiday Giving Program was organized and managed by the social service staff and volunteers. Families in need applied and gifts were provided for children of 150 families. These donated toys came from individual donors and the North Kingstown High School Toy Drive. Food was provided to an additional 100 families. St. Paul's Church provided food baskets with a week's worth of food to 100 persons. Gift certificates were made available by private donations, and the NK Food Pantry assisted where needed. We continue working with families in crisis as well as referring them to other agencies and services so that assistance is never duplicated and plans can be put into place to prevent future crises. We are always developing new resources to assist residents in an emergency situation with town funds provided in the Human Services/Public Assistance budget. A Basic Human Needs Grant from the Rhode Island Foundation supplemented town funds and assisted with the expanded need caused by the severe economic downturn.

The primary focus for this year has been construction of the new senior center and continuing the North Kingstown Senior Association (NKSA) Capital Campaign, supplementing the four million dollar municipal bond for the new senior center project.

## **Tax Assessment**

The Tax Assessor's Office completed a revaluation as of December 31, 2006 with the assistance of Vision Appraisal Technology. The new assessments were sent to all property owners in February of 2007 and Vision Appraisal Technology conducted hearings with taxpayers during February and March of 2007. Final assessment notices were sent to all taxpayers that had hearings. The new assessments were used for the 2007 tax roll. The Tax Assessor's Office continues to supply CAMA information to be used with the town's GIS system.

## **Code Enforcement**

This year the Code Enforcement Department will continue to work on achieving code compliance for all construction projects and buildings in the town of North Kingstown including, but not limited to, mobile home parks, public and private schools, day care facilities, laundries, purveyors of alcoholic beverages, bed & breakfasts, hotels, motels, rooming houses and second hand furniture dealers. We will also continue to create a history of all past permits and correspondence and integrate same, into a digital format. Due to a reduction in our staff, maintaining the current level of service is our goal.

## **North Kingstown School Department**

The North Kingstown School Department is a high performing School District. This past year the District has began a process of building a comprehensive assessment system that will enable the schools in the District to take the next step in school improvement. Work in this area is characterized by teacher professional development and technology applications that include real time access to student assessments (NWEA) which allow staff to review instructional practices and student progress.

Systems to improve parent and community involvement continued in this fiscal year. These systems provide for the continuation of PTOs at each of the schools in the district and the continuation of the Parents as Teachers program for preschool parents. Parent development and volunteer programs have been implemented through the local Parent Teacher Organizations, LINKS and the COZ. Our Parents as Teachers program begins working with parents when their children are born. PTO's have been very active in addressing district-wide issues in the areas of growth management, technology, and grading systems.

Over the past years, the technological capability of the school system has been expanded and modernized. All classrooms have computers and high speed Internet access in support of instruction. All staff and high school students have e-mail accounts. Technology has become a common and integral part of our instructional program. North Kingstown students are becoming increasingly comfortable and sophisticated in their use of technology in support of their learning. North Kingstown also operates one of three decision centers in the state which allows groups the capability of using technology in a unique way to analyze ideas and reach conclusions. Our student information system is a part of a statewide technology initiative to establish a common integrated data system for all school functions.

Our high school students are receiving their educational programs in a state of the art building and utilizing a top-notch athletic facility to participate in interscholastic competitions. Major additions have been constructed on Hamilton, Quidnessett and Stony Lane Elementary Schools. Parking lots, curbing, fire alarm systems, lighting improvement, security, networking systems, roof and numerous other improvements have been completed in all of our schools over the past ten years. The programmatic needs of all of our schools have been reviewed and a long term plan developed to address these needs. A bond issue to correct life and safety issues was approved by the voters and has been completed. While there is still more to do, these improvements of our infrastructure have resulted in a district with buildings and facilities that are among the best in the state. Parents and students take an active role in school beautification programs every year.

The North Kingstown School Department will continue with the development of the systems it has in place. Greater emphasis will be placed on the development of higher expectations and higher achievement for students with special needs. A program of modernization and upgrading of all facilities has been developed and will be implemented as the budget allows.

## **Water Department**

Providing high quality and adequate quantity of drinking water and maintaining critical water system infrastructure is the paramount goal of the North Kingstown Department of Water Supply. The five year update of our Clean Water Infrastructure Replacement Plan which will be completed

over the next few months will help in this effort. Our water storage tank improvement projects will continue to move forward over the upcoming year. In addition the Department intends to install emergency generators at key facilities to ensure that adequate flow and pressure can be provided during power outages. The Water Department has recently updated our water system hydraulic model, which is used to evaluate whether the water system is capable of supplying water at adequate pressure and volume to sustain development.

### **Police Department**

The Police Department is looking to undertake several projects in the upcoming year. Fortunately we are able to take advantage of grants provided by the Rhode Island Justice Commission under their annual Byrne / JAG allocations, in addition to direct / indirect funding provided through the Department of Justice under the American Recovery and Reinvestment Act of 2009. The following projects are identified, in addition to the associated grant funding –

- 2009 Byrne / JAG (Stimulus) Sub Grant (State)  
2009-SU-B9-0016 ARRA  
Purchase (replace) MDT – Mobile Data Terminals For Police Patrol Vehicles – marked fleet. (Panasonic Tough Books)
- 2009 Byrne / JAG Grant (Yearly allocation).  
Update and codify Police Department Rules and Regulations, Policy and Procedure Manual, Job Descriptions, implement Early Intervention Program.
- 2008 – Byrne / JAG Funds  
Replace Police (3) Computer Server, LAPTOP for administrative use.

It remains our commitment to ensure that police services are delivered in an effective and efficient manner. The Police Department will strive to maintain an aggressive training schedule for our police personnel. The areas of training include; annual firearms qualifications, use of force techniques and procedures, emergency motor vehicle operation, as well as other annual recertification's.

As the community and societal expectations for police services change, we remain cognizant of this responsibility and the need for an ongoing review of policy and procedures to best meet the changes.

### **FOR THE FUTURE**

#### **Planning Department**

The Planning Department will continue to work with the Wickford Plan Committee and other Town offices to implement the Wickford Village Plan. To protect farmland from development, the Department is continuing to assess the costs of delivering services to different land use categories; information from studies indicates that residential land uses consume more tax dollars than are generated and that conversely farmland generates more tax dollars than are used to deliver services to agricultural uses. The Department is continuing its development rights acquisition efforts for farms using agriculture monies, state open space funds, the Town open space fund, and the funds authorized by the North Kingstown electorate.

The Planning Department will continue to work with the QDC to coordinate review of services and facilitate business development. The Planning Department will also work with the QDC to assure the full implementation of the Base Re-use Plan adopted for the Quonset Business Park. The Quonset Master Plan and Post Road Corridor Plan have been adopted as part of the town's comprehensive plan and the Town and the QDC are in the process of implementing those Plans and will continue to do so in the future.

Regional efforts will continue to be a component of the work of the North Kingstown Planning Department. With the Washington County Regional Planning Council, the Town will be working on an assessment of potential for Transit Oriented Development in Washington County; the study will be focused on North Kingstown and neighboring Exeter as prototypes for such development concepts.

Over the next year, the Planning Department will focus on completing the implementation strategies associated with a number of special projects: the Davisville Neighborhood Revitalization Plan and the various phases of the Allen Harbor Master Plan, the Calf Pasture Point Master Plan, implementing the recommendations of the Post Road Corridor Plan, Post Road sewer extension study, and construction of phase two of the Yorktown Park Master Plan. The Planning Department and the Town Manager have been working extensively with the QDC to work towards gaining access to the Quonset sewage treatment facility and the creation of a sewer district for the Post Road Corridor. In the Wickford harbor area, the Planning Department in conjunction with Save the Bay and the Department of public works will be implementing improved storm water management systems.

The Planning Department is working with the Planning Commission and the Town Council to create regulations to allow for different types of alternative energy use throughout Town, such as the recently adopted zoning language that will allow for windmills in certain zoning districts.

### **Information Services Department**

In fiscal year 2010 the IS department will continue its mission to bring to the table technological advances and innovations, to automate citizen facing processes and to empower North Kingstown employees and constituency.

During fiscal year 2010 new internet facing portals will be made available via our website [www.northkingstown.org](http://www.northkingstown.org). A new more interactive online Permitting Application and Complaint tracking system will be implemented. This updated portal will provide a more comprehensive system to track permits and complaints for both the municipal departments and taxpayer/contractor. A system of this magnitude could have the potential to be a statewide Building Permitting system and generate revenue for North Kingstown. North Kingstown IT will upgrade the core of its network in Fiscal Year 2010 as part of its technology lifecycle plan. Core networking equipment that has reached its end of life will be upgraded as part of this process. A new server will be installed at the North Kingstown Free Library that will provide a much needed upgrade to its system.

The Universal Chart of Accounts account conversion mandate by the State of RI for all school systems will be implemented and functional in MUNIS. The Municipal ERP (Enterprise Resource

Management) system MUNIS will also be upgraded in fiscal year 2010. This will put North Kingstown (Town and School) at the latest revision of the software and database.

The construction projects in North Kingstown will also be a major part of our departments work load in fiscal year 2010. A new Senior Center and the completion of the Public Safety facility will bring updated technology infrastructure to Police, Fire, and Senior Services. Information Services will play a lead role in the technology, electrical, and telecommunication systems for both of these construction projects.

A feasibility study will also be on the horizon in fiscal 2010 to look at the relocation of the existing data center from an antiquated residential building to an industry standard data center.

In efforts to consolidate services, we will look to bring the Municipal, North Kingstown Library and Golf Course websites onto a single server for more efficient and cost effective delivery of web content to our residents. We will explore potential cost savings in the area of Cell phone carriers. Historically each department used their own cell phone carrier, in turn creating disparate accounts across town. Consolidating to one carrier would leverage economies of scale and could provide savings to the town. Inter-municipal agreements with other communities will also be explored to create a pioneering IT shared services model to the State of RI.

The Town's Geographical Information Systems (GIS) will continue to build its data warehouse by working with departments to create new layers such as manhole locations and catch basin locations. GPS technology will be used in conjunction with the engineering department to locate and map this infrastructure. State funded aerial photography will also be integrated into our GIS system this fiscal year to provide up to date aerial data of North Kingstown

### **Public Works**

Public Works continues to successfully oversee and inspect subdivisions under construction and related public improvements resulting from the Town's growth. The Facilities division continues to manage and maintain the increased number of parks and playground facilities in Town, as well as all Town owned buildings, with only 5 full-time staff.

The department has many projects scheduled for the upcoming year including the Allen Harbor Marina bulkhead replacement, Mt. View shoreline stabilization and the RI-LEAP paving program. Public Works will be responsible for the maintenance of the Calf Pasture recreational area that was recently opened for public use.

Public Works continues to strive to promote maximum recycling and reduce the amount of solid waste generated in North Kingstown to achieve the target 50% overall solid waste diversion rate set by the General Assembly. To that end, the Town of North Kingstown continues to excel with its Maximum Recycling Program, as it is among the top three municipalities (behind Middletown and Charlestown) with its recycling rate (32.13%). The General Assembly recently passed legislation that banned all electronic waste from the Central Landfill in Johnston. In January 2008, the Electronic Waste Prevention, Reuse, and Recycling Act was amended to place greater responsibility for disposal on the manufacturers of this type of equipment and requiring RIRRC to provide a statewide program for collecting, transporting and recycling covered electronic products that would be funded by the manufacturers of these products. The statewide program managed by RIRRC was

put in place February 1, 2009. The town participates in this electronic waste collection program with containers at its Transfer Station for residential and school electronic waste. E-waste tonnage collected at the Transfer Station is credited to the town's overall diversion rate.

### **Recreation and Leisure Services Activities**

The development of a long-range plan to schedule improvements to the Municipal Golf Course will continue by focusing on numerous small projects that will be required to enhance the conditions of the Golf Course. Many of these projects have had initial evaluations and include additional cart paths, rebuilding of tees and greens as needed, rain shelters and replacement of drainage pipes.

Efforts are being made to dredge the channel at Allen Harbor. The Allen Harbor Master Plan will be updated to define the future phases of the Project.

The design of the Calf Pasture Point passive recreation complex continues with wetlands mitigation and Phase 2 trails being the top priorities.

The Arts Council continues to add more programs to their schedule. They continue to explore ways to raise additional funds for Arts programming such as sponsorships.

### **Senior and Human Services Department**

The new senior center, Beechwood, A Center for Life Enrichment is built and is fully operational. The North Kingstown Senior Association (NKSA) Capital Campaign for one million dollars will continue an additional three years. Room naming opportunities are still available at the center; contact the director for more information.

NKSA continues to subsidize the majority of our ongoing programs as well as providing generous support for the new facility. Funding from the town and the Department of Elderly Affairs make it possible to reach out to isolated elders, provide transportation and encourage participation in evening and other programs.

We expect increased requests for aid from families and elders in North Kingstown to continue as unemployment remains high. The high cost of heating fuel, gasoline, electricity and food also create an increased demand for assistance.

### **Tax Assessment**

The Tax Assessor's Office continues to maintain sales information by sending out sales verification letters and monitoring sales information to accurately reflect market trends. This information will be used for any future revaluation. The goal of the state mandated triennial revaluations is to promote uniform assessments for all real property. The town's CAMA information will continue to be available on the web to allow the public easier access to all real property information.

The Tax Assessor's Office is in the process of adding the common open space lots from cluster and compound developments to the CAMA system to be used with the town's GIS system. In addition the land associated with any condo developments are also being added to the CAMA system to be used with the town's GIS system.

The Tax Assessor's Office continues to notify taxpayers of exemptions by newspaper advertisements and mailings to taxpayers.

### **Code Enforcement**

The Code Enforcement Department will continue to provide the best service possible to the public. In order to make the process easier we have implemented software that allows on line permitting. This has provided homeowners and contractors a quick way to get the application started. We are working on an upgraded to our website that will be user friendly with more information.

### **Fire Department**

The Department will be busy identifying areas of the ISO report for improvement, by conducting additional training, pre-fire planning and inspections. Planning for a new fire station for the Quonset Davisville Commerce Park area of town has begun and is in the discussion phase with the QDC.

The Department will continue to upgrade the Computer Aided Dispatch system and Records Management program to provide information more quickly and accurately.

### **Water Department**

Discussions over the past year regarding potential State regulations including streamflow standards, water allocation and water conservation will likely have an impact on the Water Departments future initiatives. This focus on reducing water demand and the associated environmental impacts while maintaining adequate funding for distribution system infrastructure is an important Department initiative. In the interest of meeting seasonal demands, construction of a new Pressure Reducing Valve is planned so that treated water can be moved from the Slocum High Service Area into the Low Service Area. In addition, a meter upgrade project is planned which will result in more efficient and accurate meter reading, as well as enhanced leak detection capability.

## **ACCOMPLISHMENTS**

### **Planning and Development**

The Planning Department prepared multiple successful grant applications over the past year. Statewide Planning Challenge Grants in the amount of \$59,000, \$15,000, and \$70,000 for the updating of the zoning for the Post Road Corridor and the creation of a Transfer of Development Rights Ordinance. Over the past year, the Planning Department assisted the Planning Commission and the Town Council in the review and approval of a Transfer of Development Rights ordinance, as well as the new Post Road Corridor zoning regulations changes, and the changes to the Subdivision and Land Development Regulations to improve the development process.

The Planning Department has and will continue to prepare grant applications every year to the State Community Development Block grant program requesting \$400,000 for use in the community this upcoming year. In recent years funds were secured for use in the Davisville neighborhood for housing affordability protection; community services; improving linkages between residential and commercial areas, and making aesthetic improvements to commercial areas.

## **Information Services Department**

In fiscal year 2009 the IS department continued its mission to bring to the table technological advances and innovations, to automate citizen facing processes and to empower North Kingstown employees and constituency.

The IS Department was the proud recipient of many industry accolades this year. North Kingstown municipal technology was nationally recognized with two Public Technology Institute awards (**Web & E-Government Services** - *Government Transparency Through Accountability* and **Public Safety Technologies** - *Unified Communications and Interoperability in Public Safety*) and a case study by American City and County magazine. During fiscal year 2009 a new internet facing portal was made available via our website [www.northkingstown.org](http://www.northkingstown.org). Online, over the counter, and IVR (Interactive Voice Response) systems were implemented for water bill, motor vehicle tax, real estate tax, and personal property tax, permit, and Allen Harbor payments. This system allows for credit card, debit card and e-check payment methods.

An online permit and complaint tracking portal was implemented to work in conjunction with the permit tracking system to allow residents to more effectively interface with the Building Officials office.

Public Safety technology continued to move forward in fiscal year 2009. The Police Department has a new database/data storage server installed that replaced the existing antiquated server, which has reached capacity and lifecycle. A new domain controller was also implemented at Police. This system provides redundancy for directory services within the Police domain, and strategic placement for the future decommissioning of an existing domain controller.

The second phase to the Public Safety VoIP (Voice over IP) system, a new digital voice recording system was implemented to replace the existing analog PBX (Private Branch Exchange). The recorder and voice gateway will be installed to record Police and Fire RF frequencies and dispatch lines, to provide a digital on demand/archiving solution to save and access these recordings. New Public Safety IP traffic cameras were installed on Boston Neck Rd. and Brown St. to allow for real time monitoring of these locations.

The new Public Safety Complex was under construction in fiscal year 2009 and IS worked on a multitude of assignments for this project. The IS department relocated the Fire administration office to the Town Hall Annex, so they could remain open and accessible during construction. All data, radio, telecommunications, fire alarm, generator, electrical, conduits, fiber, and projected outage times were all successfully collaborated and implemented through Information Services in conjunction with Police, Fire and DPW. This construction project will continue into FY 2010.

The North Kingstown Free Library, in efforts to consolidate services was integrated into the town VoIP phone system. This allows for NKFL to replace their costly and antiquated PBX system and move to a digital platform, all for minimal cost.

In fiscal year 2009 Information Services implemented two new systems for the Town Clerk's office. Municipal Court and Probate Court tracking systems were released in fiscal year 2009. Two new audio PA systems were installed in the meeting room at the Senior Center and Town Hall.

Working with the Town Manager and Audit Committee a web and telephone based Whistleblower system was released for both the town and school department. Town Information Services was the implementation lead and provides the application's administrative services and technical support for both the town and school.

In fiscal year 2009 the School Departments Universal Chart of Account migration began in the MUNIS system. Town IS was the technical lead on this project, providing technical support for the entire conversion. Some conversion tasks and completion of this project will fall in FY 2010.

The Town's Geographical Information Systems (GIS) continued to build its data warehouse by working with departments to create zoning, public safety, and hydro layers. Information Services empowered the Engineering Division of Public Works by providing in depth training in GIS software suites. GPS units were used in the field this fiscal year to create a comprehensive hydrant, evacuation sign, and water infrastructure layers for more accurate mapping and tracking of these resources. This allows for a more accurate and streamlined tax cut, mapping and analysis process. Online plat maps were made available via the town's website for download. Information Services worked with the GIS user forum that consists of representatives from Planning, Assessors, Code Enforcement, Engineering, and Water on a digital submission policy and updated and more accurate zoning data.

### **Public Works**

Public Works remains successful in its oversight and inspection of subdivisions under construction and of related public improvements required by the Town's growth. The Facilities division continues to manage and maintain the numerous parks and playground facilities in Town, as well as all Town-owned buildings, with only 5 full-time staff.

The final phase of the Main Street portion of the Wickford Village Improvement project was completed this year, which included sidewalk improvements and a road overlay.

The new Fire Station (#5) in Slocum was built and opened in 2009 and the addition and improvements to the Public Safety Complex are nearly finished. Construction of the new senior center began with groundbreaking ceremonies on September 16, 2008. The construction of the new two-story, 11,400+ square foot facility is drawing to a close; the grand opening of the new facility, Beechwood – A Center for Life Enrichment is December 12, 2009.

The department continues to work diligently to promote maximum recycling, reducing the amount of solid waste generated in North Kingstown. Currently, 58% of all waste generated in North Kingstown is being diverted from the landfill, meeting the mandated 50% diversion rate set for July 1, 2012. The Town of North Kingstown continues to participate in Rhode Island Resource Recovery's Maximum Recycling Program and once again achieved a recycling rate of over 30% and is close to achieving the mandated minimum 35% recycling rate by July 1, 2012.

### **Code Enforcement**

The Department has made improvements in its ability to track and respond to our customers (homeowners and contractors). We have implemented new software, designed standardized forms, adjusted inter-office policies, and become more efficient in our overall operation. These changes

have helped to increase productivity and accountability, however the reduction of one part time position has had a negative effect in our overall operation.

### **Fire Department**

The Fire Department opened the new Slocum Fire Station (Station # 5) and put Engine Company # 5 in service on January 23<sup>rd</sup>, 2009. The addition and renovations to the Public Safety Building on Post Road (Station # 1) is nearing completion, the Fire Department Administrative Offices and Fire and Rescue Companies should be back in Station # 1 by late December 2009.

The Fire Department was notified on October 14<sup>th</sup>, 2009 by the Insurance Services Office (ISO) that they had completed their analysis of the structural fire suppression delivery system provided in North Kingstown. The resulting Public Protection Classification is: 4, the prior Public Protection Classification was: 4/9

The Fire Department responded to 5,569 calls for service last year.

### **Water Department**

Construction of a new well to provide redundancy and flexibility in supplying water during times of high demand has been completed. The replacement of some of the oldest water main in the system was completed with the upgrades to Main St. in Wickford. Remediation of lead contaminated soil at the Forge Road Standpipe has been completed and remediation at the Juniper Hill Standpipe is underway. Improvements to the Forge Road Standpipe and the construction of an elevated storage tank to replace the Juniper Hill Standpipe is about to begin.

North Kingstown Water continues our effort to provide information to customers on maintaining landscapes for clean water and encouraging water conservation practices. As part of this water use efficiency/conservation effort, the Town Council adopted a revised water rate structure that incorporates inclining block rates. The Department prepares a quarterly newsletter called *The Puddle* to keep customers informed about water issues. The Department has been working with the Planning Department and other state agencies on programs for water use efficiency and initiatives for land acquisition to protect water quality.

### **Police Department**

The North Kingstown Police Department continues to work to maintain a good relationship within the community. To accomplish this we search and employ those programs that will best assist in helping us fulfill this commitment. Examples include, Neighborhood Watch Groups, Commercial Enforcement Program, T.E.A.R. – Traffic Education and Accident Reduction, Traffic Calming, and the Juvenile Hearing Board.

In addition, the Police Department continues to maintain our relationship with young adults –

- Via use of School Resource Officers, one for the Town's middle schools, one in the high school.
  
- The DARE program continues as a part of the elementary school program for all 5<sup>th</sup> graders; which can be attributed to the cooperative effort of the North Kingstown Rotary Club and North Kingstown Police Department.

- Working Together for Wellness Taskforce continues as a partner with the Police Department to address underage drinking and substance abuse in North Kingstown. Together we are committed to reducing and deterring substance abuse by underage persons in North Kingstown. A program made possible through a grant application known as Strategic Prevention Framework-State Incentive Grant (SPF-SIG) Program.

In 2009 an addition was added to what is the current Public Safety Building, located at 8166 Post Road, bringing together the original Pubic Safety building constructed in 1958 with the Police Station constructed in 1976 into one building. This new addition forms the main lobby to the building. Upon entering the building the public is provided direct access to Police / Fire Dispatch in addition to Police Records personnel. From this point the visiting public can be directed to other locations and services provided within the building. The most notable aspects of the project are from those directly affecting or police personnel, such as locker facilities for women and men, and the work stations for daily reporting and investigations. The equipment and office essentials for this improvement project were made possible through a direct grant award, provided by the US Department of Justice under an *FY09 Byrne / JAG as authorized by the American Recovery and Reinvestment Act of 2009*.

### ***AWARDS AND ACKNOWLEDGEMENTS:***

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of North Kingstown for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

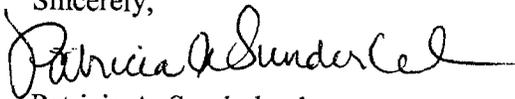
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only and is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment for a government unit and its management. The Town of North Kingstown has received a Certificate of Achievement for the last nine (9) consecutive years (FYE 2000 through FYE 2008). We believe that this report continues to conform to the Certificate of Achievement program requirement and we are submitting it to GFOA to determine its eligibility for another certification.

A special thanks to the Town Manager, Department Directors and Division Supervisors for their assistance and contributions to this report. I especially commend the members of the Finance Department, particularly, for their responsible competence and diligence in the continuation of the progressive financial activities of the Town. The preparation of this report on a timely basis was made possible by the efficient and dedicated service of Jeanna Krukowski, Controller.

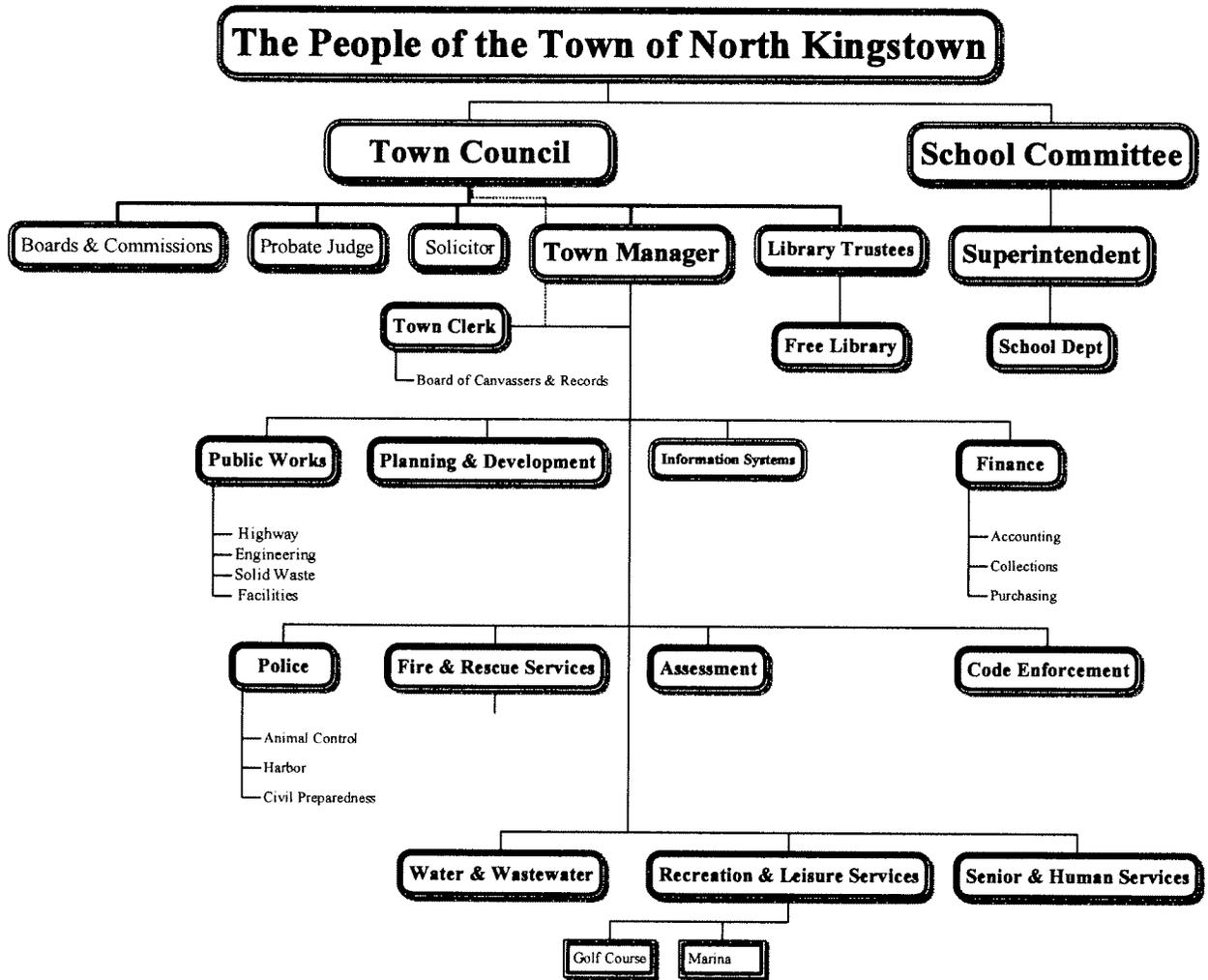
Appreciation is also expressed to the Town Council and all town employees for their cooperation and assistance throughout the year in matters pertaining to the financial affairs of the Town.

Sincerely,



Patricia A. Sunderland  
Finance Director

## North Kingstown Governmental Organization



TOWN OF NORTH KINGSTOWN

TOWN COUNCIL

ELIZABETH S. DOLAN – PRESIDENT  
MICHAEL S. BESTWICK  
STEVEN R. DETOY  
CAROL H. HUESTON  
CHARLES H. STAMM

SCHOOL COMMITTEE

LARRY D. CERESI - CHAIRPERSON  
LYNDA AVANZATO  
MELVOID J. BENSON  
APRIL BRUNELLE  
KIMBERLY ANN PAGE  
DOUGLAS S. ROTH  
RICHARD WALSH

TOWN MANAGER	MICHAEL E. EMBURY
TOWN SOLICITOR	JAMES H. REILLY
TOWN CLERK	JAMES D. MARQUES
DEPUTY TOWN CLERK	JEANNETTE ALYWARD
ASSESSOR	LINDA CWIEK
DIRECTOR OF FINANCE	PATRICIA A. SUNDERLAND
CONTROLLER	JEANNA KRUKOWSKI
DIRECTOR OF PUBLIC WORKS	PHILIPPE BERGERON
TOWN ENGINEER	DENNIS BROWCHUK
DIRECTOR OF RECREATION	ALLEN SOUTHWICK
DIRECTOR OF PLANNING	JONATHAN J. REINER
POLICE CHIEF	EDWARD A. CHARBONEAU
FIRE CHIEF	PATRICK CAMPION
BUILDING OFFICIAL	GARY TEDESCHI
DIRECTOR OF WATER SUPPLY	SUSAN LICARDI
HIGHWAY SUPERINTENDENT	JOEL ROCHA
DIRECTOR OF SENIOR/HUMAN SERVICES	KATHLEEN M. CARLAND
ANIMAL WARDEN	MARY E. MACLAUGHLIN
HARBOR MASTER	MARK KNAPP
TOWN SARGEANT	BRUCE RENNER
LIBRARY DIRECTOR	SUSAN AYLWARD
MIS DIRECTOR	JASON ALBUQUERQUE
SCHOOL SUPERINTENDENT	PHILIP THORNTON

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of North Kingstown  
Rhode Island

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

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THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

FINANCIAL SECTION



***INDEPENDENT AUDITORS' REPORT***

To the Honorable Town Council  
North Kingstown, Rhode Island

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of North Kingstown, Rhode Island, as of and for the year ended June 30, 2009, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of North Kingstown, Rhode Island's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of North Kingstown, Rhode Island, as of June 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## ***INDEPENDENT AUDITORS' REPORT***

To the Honorable Town Council  
North Kingstown, Rhode Island

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of North Kingstown, Rhode Island, as of and for the year ended June 30, 2009, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of North Kingstown, Rhode Island's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of North Kingstown, Rhode Island, as of June 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 23, 2009 on our consideration of the Town of North Kingstown, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis, historical pension information, and budgetary comparison information on Pages 3 through 11 and 59 through 63 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of North Kingstown, Rhode Island's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules for nonmajor funds and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis and as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of Town of North Kingstown, Rhode Island. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements and budgetary comparison schedules taken as a whole. The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Braver, PC*

Braver, PC  
Providence, Rhode Island  
December 23, 2009

## TOWN OF NORTH KINGSTOWN, RI MANAGEMENT'S DISCUSSION AND ANALYSIS

### Introduction:

Management's Discussion and Analysis provides a narrative overview and analysis of the financial activities of the Town for the year ended June 30, 2009 with comparison to the prior year, where appropriate. The information complements the data presented in the basic financial statements. Its purpose, along with the material in the Letter of Transmittal, is to enhance the reader's understanding of the Town's financial performance.

### Financial Highlights:

- The assets of the Town of North Kingstown exceeded its liabilities at the close of the most recent fiscal year by \$ 82.2 million (net assets). Of this amount, \$31.8 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The governments total net assets increased by \$2,620,436. This increase is mainly attributable to an increase in Program Revenues, specifically the issuance of a \$4M Open Space Bond, \$755,000, and Miscellaneous State Grants, \$1,217,550, a majority earmarked for the Main Street Construction project.
- As of the close of the current fiscal year, the Town of North Kingstown's governmental funds reported combined ending fund balances of \$24.9 million. Approximately 87% of this total, \$21.8 million, is available for spending at the government's discretion (unreserved fund balance). Although the original budget did not include an appropriation from the undesignated fund balance, prior to the end of the fiscal year, the Town Council authorized the use of \$650,000 of fund balance to balance the General Fund budget, however, the actual need was only \$317,774.
- At the end of the current fiscal year, the unreserved, undesignated fund balance for the general fund was \$8.4 million, or 35% of total general fund expenditures on a budgetary basis.
- The Town's total bonded debt increased by \$318,725 (5.9%) during the current fiscal year. This was mainly due to increases (\$265,000) in the principal amounts due on bonds for general government obligation debt and school debt. Specifically, the first principal payment on the \$7M School Bond and \$4M Open Space Bond.

### Overview of the Financial Statements:

This discussion and analysis are intended to serve as an introduction to the Town of North Kingstown's basic financial statements. The Town's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information and a statistical section. The statistical section provides comparisons of selected information beginning with FYE 2000 and running through the current fiscal year.

**Government-Wide Financial Statements** – The government-wide financial statements are designed to provide readers with a broad overview of the Town of North Kingstown's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Towns assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the governments' net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements outline both the functions of the Town that are principally supported by property taxes and intergovernmental revenues (government activities) and the business-type activities that are supported by user fees and charges. The governmental activities of the Town include public safety, public works, education, recreation, library, senior services, and general government. The business-type activities of the Town include a water fund, recreation fund, school cafeteria fund and capital reserve funds. The recreation fund is comprised of the North Kingstown Municipal Golf Course and the Allen Harbor Marina Facility.

The government-wide financial statements (statement of net assets and statement of activities) can be found on pages 12-13 of this report.

**Fund Financial Statements** – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of North Kingstown, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

**Governmental Funds:** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town of North Kingstown maintains over 100 individual nonmajor governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, school unrestricted fund, debt service fund, and \$4M senior center complex fund, all of which are considered to be major funds. Forty-four special revenue funds, School Department funds, a Debt Service Fund, a Capital Projects Fund, and several Permanent Funds are combined into aggregate funds in this presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

**Proprietary Funds:** The Town of North Kingstown maintains two proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements, only in more detail. The Town of North Kingstown uses enterprise funds to account for its water fund, recreations fund, school cafeteria fund and capital reserve funds. Internal service funds are an accounting device used to accumulate costs internally among the Town's various functions. The Town uses internal service funds to account for its worker's compensation and self insurance property damage funds. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. The basic proprietary fund financial statements can be found on pages 19–21 of this report.

**Fiduciary Funds:** Fiduciary Funds are used to account for resources held for the parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town of North Kingstown's own programs. The Town maintains two private purpose funds: Police Pension Trust and Probate Trust Funds of which the Town hold 16 separate accounts. The basic fiduciary fund financial statements can be found on pages 22-23 of this report.

**Notes to the Financial Statements:** The Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The Notes to the Financial Statements can be found on Pages 24 to 58 of this report.

**Other Information:** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town of North Kingstown's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 59 of this report. The Combining Statements referred to earlier in connection with non-major Governmental Funds are presented following the Notes to the Financial Statements. Combining and Individual Fund Statements can be found starting on pages 64 of this report.

### **Government-Wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. Town of North Kingstown's governmental activity assets exceeded liabilities by \$82,158,253 on June 30, 2009.

**Table 1 – Net Assets**

	Governmental Activities		Business-Type Activities		Total		Total Percent Change 2009-2008
	2008		2008		2008		
	2009	Restated	2009	Restated	2009	Restated	
Current and Other Assets	\$ 35,951,029	\$ 33,028,549	\$ 8,554,196	\$ 8,146,318	\$ 44,505,225	\$ 41,174,867	
Capital Assets	99,527,373	93,796,060	7,374,727	5,601,592	106,902,100	99,397,652	
Total Assets	135,478,402	126,824,609	15,928,923	13,747,910	151,407,325	140,572,519	8%
Other Current Liabilities	11,931,599	8,250,897	1,690,103	700,344	13,621,702	8,951,241	
Long-Term Liabilities	55,338,402	48,735,841	288,968	424,077	55,627,370	49,159,918	
Total Liabilities	67,270,001	56,986,738	1,979,071	1,124,421	69,249,072	58,111,159	19%
Net Assets invested in capital assets, net of related debt	43,174,456	44,093,784	7,067,811	5,263,868	50,242,267	49,357,652	
Net Assets - restricted	96,559	-	-	-	96,559	-	
Net Assets - unrestricted	24,937,386	25,652,541	6,882,041	7,451,167	31,819,427	33,103,708	
Total Net Assets	\$ 68,208,401	\$ 69,746,325	\$ 13,949,852	\$ 12,715,035	\$ 82,158,253	\$ 82,461,360	0%

Please NOTE: Net assets at June 30, 2008 have been restated due to capital asset changes and a change in fund types utilized in last year's issued financial statements.

The largest portion of the Town of North Kingstown's net assets (61%) reflects its investment in capital assets (e.g. land, building, infrastructure, machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Since the capital assets themselves cannot be used to liquidate these liabilities, the resources needed to repay this debt must be provided from other sources and, therefore, the Town of North Kingstown's investment in its capital assets is reported net of related debt.

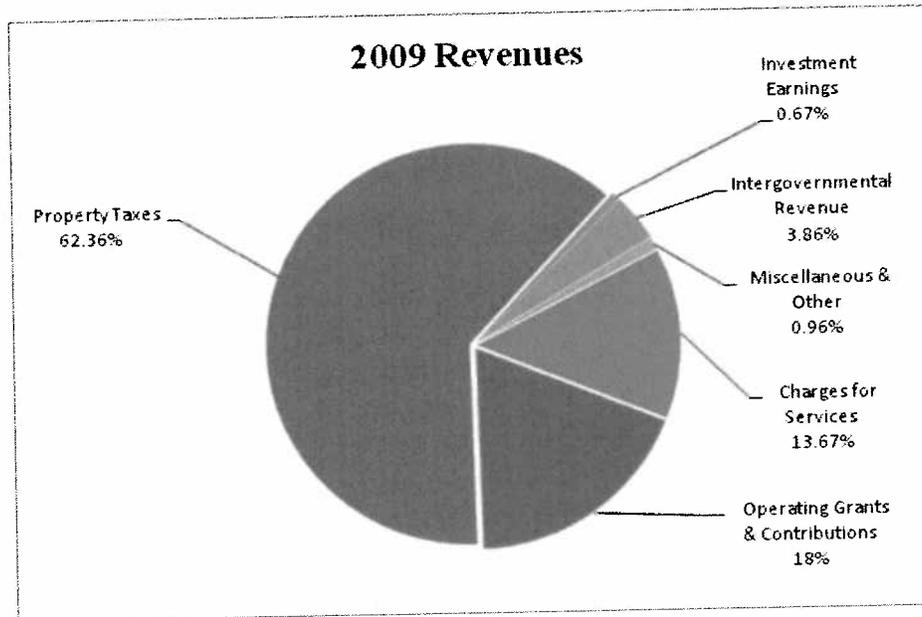
The unrestricted net assets \$31.8 may be used to meet the government's ongoing obligations to citizens and creditors. However, the restricted net assets \$96,559 are subject to external restrictions on how they may be used.

The Town's net assets decreased by \$1,537,924 during the current fiscal year. The effect of this decrease was partially due to the accrual of net OPEB obligations in 2009. However, business-type activities recognizes an increase of \$1,234,817 reflected to the Construction in Progress of well # 11 project.

**Governmental Activities.** Property taxes are the largest revenue source for governmental activities accounting for approximately 66.5% of total revenues. Operating grants and Contributions contributed to 19% of the revenues followed by 12.8% from program revenues such as charges for services, fees, and licenses and finally about 2.3% of the Town's revenues was derived from miscellaneous revenue and investment earnings.

**Table 2**  
**Changes in Net Assets (in millions)**

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change 2009-2008
	2009	2008	2009	2008	2009	2008	
<b>Program Revenues</b>							
Charges for Services	\$ 8.5	\$ 5.8	\$ 5.7	\$ 6.0	\$ 14.2	\$ 11.8	20%
Operating Grants & Contributions	18.5	18.9	0.7	0.4	19.2	19.3	-1%
<b>General Revenues:</b>							
Property Taxes	64.7	61.2	-	-	64.7	61.2	6%
Investment Earnings	0.6	1.4	0.1	0.3	0.7	1.7	-59%
Intergovernmental Revenue	4.0	5.9	-	-	4.0	5.9	-32%
Miscellaneous & Other	1.0	0.6	-	-	1.0	0.6	67%
<b>Total Program/General Revenues</b>	<b>97.3</b>	<b>93.8</b>	<b>6.5</b>	<b>6.7</b>	<b>103.8</b>	<b>100.5</b>	<b>3%</b>
<b>Expenses:</b>							
Governmental Activities	98.6	94.1			98.6	94.1	5%
Business-Type Activities							
Water			2.9	3.0	2.9	3.0	-3%
Quonset/Davisville Recreation			0.8	1.5	0.8	1.5	-47%
School Cafeteria Fund			1.3	1.4	1.3	1.4	-7%
Water Capital Reserve			0.1	-	0.1	-	n/a
Other business-type activities			0.4	-	0.4	-	n/a
<b>Total Gov't/Business Expenses</b>	<b>98.6</b>	<b>94.1</b>	<b>5.5</b>	<b>5.9</b>	<b>104.1</b>	<b>100.0</b>	<b>4%</b>
Excess Before Transfers	(1.3)	(0.3)	1.0	0.8	(0.3)	0.5	-151%
Transfers	(0.2)	0.7	0.2	(0.7)	(0.3)	0.5	-160%
Increase (Decrease) in Net Assets	(1.5)	0.4	1.2	0.1	(0.3)	0.5	-160%



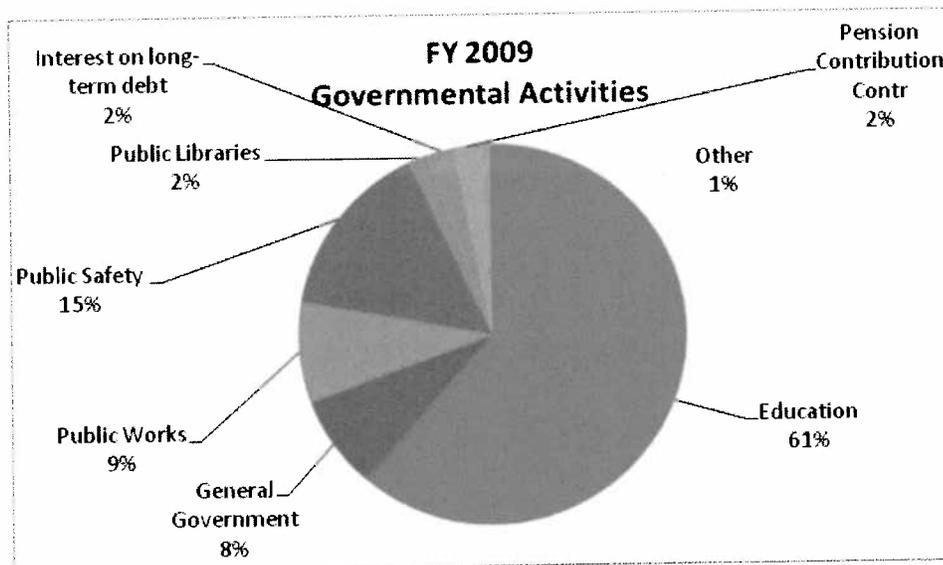
Major revenue increases over the prior year included:

- A large increase of \$2.7M in charges of services was attributed by an increase in Miscellaneous State Revenues earmarked for the construction of Main Street as well as \$755,000 from the \$4M Open Space Bond fund. While departmental revenues such as town clerk licenses & permits, building inspection fees, investment income decreased significantly in 2009, other revenues such as public safety revenues, public works revenues and rental revenue helped to offset those reductions.
- Based on state law, a statistical revaluation of all property assessments was required for the 2009 fiscal year. Property tax revenues recorded for fiscal year 2009 increased by \$3.5 or 5.7%. The Town's taxable property increased by \$47,502,903 from \$4,393,110,092 to \$4,440,612,995. This represents a 1.08% increase in taxable property. Based on the increase in values, the property tax rate increased from \$13.30 to \$13.83 per thousand dollars of assessed value.

- General Revenue Sharing was reduced by \$342,000 in the current fiscal year. This reduction was offset by the supplemental appropriation of \$650,000 from the undesignated fund balance.
- Investment earnings declined from \$923,544 in the prior fiscal year to \$426,681 in the current fiscal year, 2009. The significant decline in the market is a direct impact on investment earnings. The average interest rate earned in 2009 was approximately 1.2% whereas the average interest rate earned in 2008 was approximately 2.6%

**Table 3**  
**Cost of Governmental Activities** (in millions of dollars)

	Total Cost of Services			Net Cost of Services		
	2009	2008	% Change	2009	2008	% Change
Education	60.5	60.4	0%	\$ 43.8	\$ 40.7	8%
General Government	7.9	7.0	13%	2.6	4.5	-42%
Public Works	8.4	4.3	95%	7.6	3.2	138%
Public Safety	14.9	14.1	6%	13.5	13.1	3%
Public Libraries	1.5	1.4	7%	1.2	1.3	-8%
Interest on long-term debt	2.3	2.2	5%	2.3	2.2	5%
Pension Contribution Contr	2.2	-	n/a	-	-	n/a
Other	0.8	4.8	-83%	0.6	4.5	-87%
<b>Total Expenses</b>	<b>\$ 98.5</b>	<b>\$ 94.2</b>	<b>5%</b>	<b>\$ 71.6</b>	<b>\$ 69.5</b>	<b>3%</b>



Education expenses account for approximately 61.4% of the total expenses within the governmental funds of the Town of North Kingstown. Public safety and public works expenses account for 15.1% and 8.5% respectively, general government makes up 8% and the remainder relates to public libraries, interest on long-term debt, pension contribution commitments and other areas. The net cost of services increased by \$2.1 million.

Major expenditure factors included:

- GASB No. 45 – OPEB has recognized the accrual of net OPEB obligations in the governmental wide financial statements of net assets for June 30, 2009. This accrual is recognized within general government expenditures (Note: 12, page 53)
- GASB No. 49 – Pollution Remediation Obligations – The Town is currently involved in the State of Rhode Island’s Landfill Closure Program for both the Hamilton Allenton and Oak Hill Landfills. The accrual for this obligation is recognized within the public works expenditures (note: 17, p. 58).
- Current year’s depreciation has been restated and is now being charged to individual functions.
- Increases in employee wages resulting from negotiated step and general wage increases.
- Increases in utility costs associated with heating town-owned buildings (propane costs) as well as electricity and street lightings costs owned by the Town. These costs contributed to an 84% in this category.
- Employee health care benefit costs rose by 2.4% or \$201,842 due to an increase in premiums.

**Business-type activities.** Net Assets in business-type activities increased by \$1,326,363 which results in a 10.5% increase in business-type net assets.

Charges for services for business-type activities accounted for 84.6% of the total revenue sources. The remaining revenues were generated by operating grants and contributions as well as miscellaneous income. Of the 84.6% of the total revenue coming into the business-type activities, 49.8% is being generated by the water fund, 29% from the recreation fund, and the remaining from the school cafeteria fund, interest on investments, and transfers in. The most significant increase in the revenues of the business-type activities was a transfer from the school operating fund of \$391,508 into the school cafeteria fund to rid the fund of an accumulated deficit.

The water fund expenses accounted for 55.7% of the expenditures within the business-type activities of the Town. Quonset/Davisville recreation and school cafeteria accounted for 44.3% of the remaining expenditures within that classification.

**Financial Analysis of the Government's Funds:**

As noted earlier, the Town of North Kingstown uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the Town of North Kingstown's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town of North Kingstown's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

As of the end of the current fiscal year, the Town of North Kingstown's governmental funds reported combined ending fund balances of \$24,899,854. Approximately 87% of this amount, \$21,753,527 constitutes unreserved fund balance of which \$9,954,412 is available for spending at the government's discretion within the Town and School's General Operating Fund. The remaining unreserved fund balance of \$11,799,115 includes \$75,000 school designation to fund the 2010 budget, \$3,403,954 designated for Special Revenue Funds, \$2,361,281 earmarked for Capital Projects for the Senior Center Construction project, \$5,862,321 earmarked for Capital Projects within the non-major Governmental Funds and \$96,559 for Permanent Purpose Trust Funds. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$892,824), 2) reserved for debt service (\$610,046), 3) reservation for golf course irrigation (\$1.5M) and 4) reservation for future expenses associated with health/dental capital costs (\$143,457).

**General Fund.** The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unreserved undesignated fund balance of the general fund was \$8,355,715 which is included in the total fund balance of \$10,153,114. As a measure of the general fund's liquidity, it may be useful to compare both unreserved undesignated fund balance and total fund balance to total fund expenditures. Unreserved undesignated fund balance represents 33.5% of total the 2009 Adopted General fund Expenditure Budget, while total fund balance represents 40.7% of that same amount.

The total fund balance of the Town of North Kingstown's general fund decreased by (\$664,865) during the current fiscal year. Key factors in the total fund balance decrease are as follows:

- > A budgetary basis operating surplus in the general fund of \$332,706.
- > Revenues for the current year were underbudget by (\$269,727) which was offset by expenditures which were well underbudget by \$602,433. The current year recognized a supplemental appropriation of \$650,000 from the undesignated fund balance to compensate for the loss being anticipated from the intergovernmental revenues and investment income.
- > Favorable expenditure variances of significance included saving in the fire department (\$184,524), police department (\$77,459), and public works (\$157,362).

The school fund has a total fund balance of \$2,412,579 of which \$595,425 has been committed to liquidate contracts and purchase orders of the prior period, \$75,000 is designated to help finance the 2010 budget, \$143,457 is reserved for future health/dental capital expenditures. The remaining balance of \$1,598,697 is available to help finance future year's school budgets.

	Beg Fund Balance 2009	Ending Fund Balance 2009	Change\$	Change %
Major Funds Governmental				
General Fund	10,817,979	10,153,114	(664,865)	-6%
School Unrestricted Fund	1,953,326	2,412,579	459,253	24%
	<u>12,771,305</u>	<u>12,565,693</u>	<u>(205,612)</u>	<u>-2%</u>

**Proprietary Funds.** The Town of North Kingstown's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Separate information is provided for the Department of Water Supply and the Quonset/Davisville Recreation Fund which includes the Municipal Golf Course and the Allen Harbor Marina, both of which are considered major funds of the Town of North Kingstown.

Unrestricted net assets in the water fund at the end of the fiscal year amounted to \$9,037,147, a decline of (\$217,734). Unrestricted net assets in the Q/D recreation fund increased by \$598,757, from \$1,816,638 to \$2,415,395. The most significant increases in these funds was due to the investment in capital assets.

Major Funds Proprietary	Beg Net Assets 2009	Ending Net Assets 2009	Change\$	Change %
Water Fund	9,254,881	9,037,147	(217,734)	-2%
Q/D Recreation Fund	1,816,638	2,415,395	598,757	33%
	11,071,519	11,452,542	381,023	3%

**General Fund Budgetary Highlights**

Overall the Town finished the 2008-2009 fiscal year with a budgetary surpluses as follows:

- General Fund - \$332,226
- School Unrestricted Fund - \$794,262
- Library Fund - \$33,544
- Debt Service - \$14,024

Differences between the original budget and the final amended budget was the supplemental appropriation which was approved in June. Of the requested, \$650,000, only \$317,774 was actually needed to balance the budget after all expenditures were closed out with favorable balances.

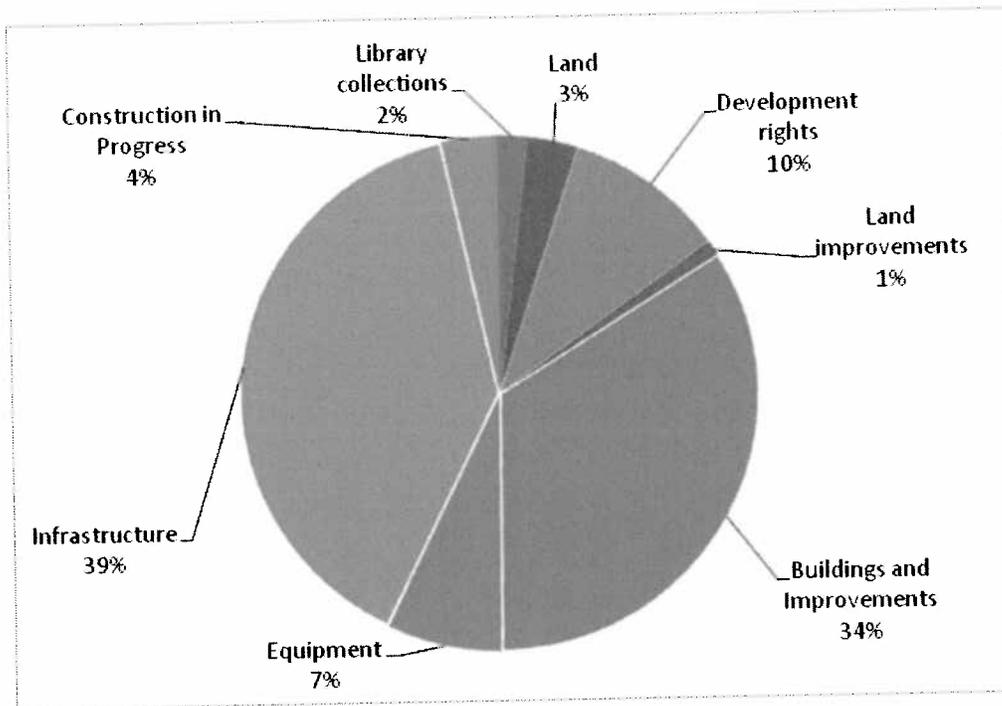
The actual collection rate was estimated to be 97.5% while the actual collections achieved were 97.26% of the total levy. The Town collects supplemental taxes during the course of the year for real estate construction that receives a certificate of occupancy after the assessment date. The amount generated from this is recorded as tax revenue but has not historically been used in the calculation of the tax rate because it is uncertain as to what may occur. Supplemental taxes received for the Fiscal Year were \$81,942, an increase of approximately \$16,105 from the previous year.

**Capital Asset and Debt Administration:**

**Capital Assets** – The Town of North Kingstown's investment in capital assets for its governmental activities as of June 30, 2009, amounts to \$167,110,364 (net of accumulated depreciation). This investment in capital assets includes investments in development rights, land and building improvements, machinery and equipment, park facilities, infrastructure and construction in progress. The total increase in the Town of North Kingstown's investment in capital assets for the current fiscal year was approximately 6.5% mainly due to the reconstruction of Main Street, construction of a new senior center, and development right acquisitions.

**Town of North Kingstown, RI  
Capital Assets**

	June 30, 2009	June 30, 2008
		Restated
Library collections	3,191,228	3,191,228
Land	5,372,113	5,372,113
Development rights	16,930,122	15,533,362
Land improvements	1,609,471	132,230
Buildings and Improvements	56,624,323	55,122,019
Equipment	12,098,778	11,582,158
Infrastructure	65,589,563	64,807,242
Construction in Progress	5,694,766	1,184,986
<b>Total</b>	<b>167,110,364</b>	<b>156,925,338</b>



Major capital asset events during the current fiscal year included the following:

- Regarding development rights: the purchase of the Freeborn and Bald Hill properties.
- Regarding land improvements: the purchase of the Plympton property (\$1,011,553) and Crosspark Ave (\$465,688)
- Regarding building and improvements: Slocum Fire Station completion (\$1,483,910).
- Regarding construction in progress at June 30, 2009: construction of a new senior center (\$1.282M), reconstruction of Main Street (\$1.125M), public safety building additions and renovations (\$3.295M)

Additional information on the Town of North Kingstown's capital assets can be found in Note 3 on pages 36 & 37 of this reports.

**Long-term Debt** – At the end of the current fiscal year, the Town of North Kingstown had \$56,352,924 in bonds outstanding at fiscal year-end, compared to \$50,152,461 last year, an increase of \$6,200,463. The current year recognizes the issuance of a \$9.79M general obligation bonds which was issued in January, 2009. Total bonded debt for the Town is entirely backed by the full faith and credit of the Town. Bonds authorized but unissued totaled an additional \$4,350,000.

Under state law, the Town may not, without special statutory authorization, incur any debt that would increase its aggregate indebtedness to an amount greater than 3% of the total assessed value of the Town. However, all bonds approved through State enabling legislation and voter referendums are exempt from the limit. As of June 30, 2009, the Town had a legal debt limit of approximately \$133,218,390 of which the Town had only \$306,196 of debt outstanding subject of the Maximum Aggregate Indebtedness. The Town's debt limit calculation is shown on Page 35 in the Notes and Page 125 of this report.

On January 14, 2009, the town received notice from Standard & Poor that the Town's bond rating had been upgraded one notch to 'AA' from 'AA-' based on the town's strong financial performance and position and strong income levels. The report further noted the following:

- Primarily residential property tax base with a diverse and growing commercial presence
- Good management policies, and
- Low debt burden.

Standard & Poor further notes the town's full faith and credit pledge secures the bonds.

**Economic Factors and Next Year's Budgets and Rates:**

- Rhode Island General Laws limits the amount by which a city or town may increase its tax levy in each year unless the city or town qualifies for certain exemptions relating to loss of non-property tax revenue, emergencies, payment of debt service and substantial increase in the tax base necessitate significant expenditures. The maximum amount by which a city or town can increase its levy for 2011 is 4.5%. This levy will decrease by .25% until it reaches 4.0% in 2013.

- As of June 2009 the Town had an unemployment rate of 10.2% as compared to the State of Rhode Island's rate of 12.2%, and the national average of 9.7%.
- The State of Rhode Island continues to have significant budget deficit problems, which could result in a loss of state-aid received by the Town and the School Department such as the motor vehicle excise tax. Because North Kingstown appropriates this revenue in the next fiscal year, it does not have an impact on the current fiscal year, however, in 2011 we will have to react to this reduction of an estimated \$1.4M.
- The Town entered into a debt agreement for a Revolving Fund Revenue Bond with Rhode Island Clean Water Finance Agency for \$4,800,000 on October 1, 2009. This bond issue is to be utilized on the construction of a .75MG elevated water storage tank to be constructed adjacent to the existing Juniper Hill tank located off Standpipe Lane and to remediate the lead soil surrounding the existing tank. This loan agreement complies with applicable federal, state and municipal laws, ordinances, rules and/or regulations and Agency requirements, including, the American Recovery and Reinvestment Act of 2009. The American Recovery and Reinvestment Act of 2009 provided an additional Drinking Water State Revolving Fund capitalization grant to the State of Rhode Island in the amount of \$19,500,000. The RI Clean Water Finance Agency must disburse one-half of the capitalization grant in the form of principal forgiveness. The amount that was forgiven in principal is: \$1,113,384 and the total NET yield on the loan was 0.649% which takes into consideration the 23.2% of ARRA principal forgiveness plus 25% interest rate subsidy.
- On December 15, 2009 the Town also refunded some of its \$6,585,000 General Obligation Bonds. The Bonds will be applied to all or a portion of the Town's outstanding \$7,885,000 1998 General Obligation Bonds, 1999 \$1,505,000 General Obligation Bonds and 2000 \$3,835,000 General Obligation Bonds. The Net Present Value Savings was \$465,577.66 which equates to a 7.3% Present Value Savings.
- In December 2009, the School Committee voted to eliminate the School Nutrition Fund's cumulative fund balance deficit for the 2009 fiscal year. The deficit will be funded through the School Unrestricted fund for an amount of \$340,083 as of June 30, 2009. It is the hope that this fund will break-even after some contractual adjustments are finalized.

All of these factors will be considered as we plan for our 2011 Budget.

The fiscal year 2009 rate of collection of current taxes was 97.26%. It is anticipated that the fiscal year 2010 rate of collection will be 97.00% which was approved as we were finalizing the budget to take into consideration the local and state economy conditions. With an overwhelming reliance on property taxes, approximately 66% of the current year revenues are derived from property taxes; any reduction in other revenues would necessitate either a use of a portion of the fund balance, a property tax increase or a reduction in services in the upcoming year or some combination thereof. Based upon preliminary discussion regarding the state budget, we are anticipating a shortfall in state revenues and as such the Town Manager has instituted, again this year, a freeze on non-essential spending and a hiring freeze where applicable. All departments are reminded that prior approval is required to purchase equipment and supplies which are not of an emergency nature. We are hopeful that holding the line on the expenditure side of the budget will help offset all revenue reductions we are anticipating for fiscal year 2010.

**Requests for Information:** This financial report is designed to provide a general overview of the Town of North Kingstown's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director's Office, Town of North Kingstown, Town Hall, 80 Boston Neck Road, North Kingstown, RI 02852.

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Town of North Kingstown, Rhode Island

A - 1

Statement of Net Assets  
June 30, 2009

	Governmental Activities	Business-type Activities	Total	Component Unit North Kingstown Free Library
<b>Assets</b>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 27,717,532	\$ 9,045,141	\$ 36,762,673	\$ 204,176
Taxes receivable	1,781,286		1,781,286	
User charges receivables		534,864	534,864	
Other receivables	840,553	113,183	953,736	
Internal balances	1,311,116	(1,326,445)	(15,329)	
Inventory		187,453	187,453	
Due from federal and state governments	2,591,510		2,591,510	
<i>Total Current Assets</i>	<u>34,241,997</u>	<u>8,554,196</u>	<u>42,796,193</u>	<u>204,176</u>
<i>Noncurrent Assets</i>				
Deferred Charges on bond refunding, net of amortization	1,496,845		1,496,845	
Bond issuance costs, net of amortization	212,187		212,187	
Capital assets:				
Non-depreciable	31,188,229	2,539,778	33,728,007	
Depreciable, net	68,339,144	4,834,949	73,174,093	
<i>Total Noncurrent Assets</i>	<u>101,236,405</u>	<u>7,374,727</u>	<u>108,611,132</u>	<u>-</u>
<b>Total assets</b>	<u><u>135,478,402</u></u>	<u><u>15,928,923</u></u>	<u><u>151,407,325</u></u>	<u><u>204,176</u></u>
<b>Liabilities</b>				
<i>Current Liabilities</i>				
Accounts payable	2,091,751	513,516	2,605,267	
Accrued liabilities	1,453,785		1,453,785	
Other payables	5,042		5,042	
Compensated absences payable	855,008	115,737	970,745	
Serial bonds payable	3,579,542	30,808	3,610,350	
Pollution remediation obligation	1,650,000	718,696	2,368,696	
Unearned revenue	222,914	273,585	496,499	
Other liabilities		37,761	37,761	
Escrow deposits	724,910		724,910	
<i>Total Current Liabilities</i>	<u>10,582,952</u>	<u>1,690,103</u>	<u>12,273,055</u>	<u>-</u>
<i>Noncurrent Liabilities</i>				
OPEB liabilities (net)	1,348,647		1,348,647	
Serial bonds payable	52,773,375	276,108	53,049,483	
Compensated absences payable	2,565,027	12,860	2,577,887	
<i>Total Noncurrent Liabilities</i>	<u>56,687,049</u>	<u>288,968</u>	<u>56,976,017</u>	<u>-</u>
<b>Total liabilities</b>	<u><u>67,270,001</u></u>	<u><u>1,979,071</u></u>	<u><u>69,249,072</u></u>	<u><u>-</u></u>
<b>Net Assets</b>				
Invested in Capital Assets, net of related debt	43,174,456	7,067,811	50,242,267	
Permanently restricted for:				
Permanent funds	96,559		96,559	
Unrestricted	24,937,386	6,882,041	31,819,427	204,176
<b>Total net assets</b>	<u><u>\$ 68,208,401</u></u>	<u><u>\$ 13,949,852</u></u>	<u><u>\$ 82,158,253</u></u>	<u><u>\$ 204,176</u></u>

See notes to the basic financial statements

**Town of North Kingstown, Rhode Island**  
**Statement of Activities**  
**Year Ended June 30, 2009**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Unit North Kingstown Free Library
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total	Total	
<i>Governmental activities:</i>								
General government	\$ 7,879,939	\$ 3,959,542	\$ 1,293,781	\$ (2,626,616)	\$ -	\$ (2,626,616)		
Public safety	14,890,167	893,450	485,671	(13,511,046)		(13,511,046)		
Public works	8,424,583	709,149	66,315	(7,649,119)		(7,649,119)		
Parks and recreation	325,669	9,874	232,797	(82,998)		(82,998)		
Education	60,560,203	2,380,751	14,391,472	(43,787,980)		(43,787,980)		
Public libraries	1,462,395	262,371	45,347	(1,154,677)		(1,154,677)		
Department of senior services	421,340	25,834		(395,506)		(395,506)		
Amortization	79,495			(79,495)		(79,495)		
Interest on long-term debt	2,318,247			(2,318,247)		(2,318,247)		
On behalf pension contribution	2,188,350		2,188,350	-		-		
<i>Total governmental activities</i>	<u>98,550,388</u>	<u>8,240,971</u>	<u>18,703,733</u>	<u>(71,605,684)</u>		<u>(71,605,684)</u>		
<i>Business-type activities:</i>								
Water	2,936,959	2,952,251	304,181		319,473	319,473		
Quonset/Davisville Recreation	746,784	1,819,703			1,072,919	1,072,919		
School Cafeteria	1,288,909	801,522	391,508		(95,879)	(95,879)		
Water Capital Reserve Fund	131,295	-			(131,295)	(131,295)		
Other business-type activities	402,438	132,053			(270,385)	(270,385)		
<i>Total business-type activities</i>	<u>5,506,385</u>	<u>5,705,529</u>	<u>695,689</u>		<u>894,833</u>	<u>894,833</u>		
<i>Total</i>	<u>\$ 104,056,773</u>	<u>\$ 13,946,500</u>	<u>\$ 19,399,422</u>	<u>(71,605,684)</u>	<u>894,833</u>	<u>(70,710,851)</u>		
<i>Component Unit:</i>								
North Kingstown Free Library	\$ 9,012		\$ 15,451			\$ 6,439		
	\$ 9,012		\$ 15,451			\$ 6,439		
<i>General revenues:</i>								
Property taxes				64,727,956		64,727,956		
Unrestricted investment earnings				587,725	104,787	692,512	2,826	
Unrestricted intergovernmental revenue				4,020,209		4,020,209		
Licenses and permits				428,107		428,107		
Other				538,960		538,960		
<i>Transfers</i>				(235,197)	235,197	-		
<i>Total general revenues and transfers</i>				<u>70,067,760</u>	<u>339,984</u>	<u>70,407,744</u>	<u>2,826</u>	
Change in Net Assets				(1,537,924)	1,234,817	(303,107)	9,265	
Net Assets - beginning, as restated				69,746,325	12,715,035	82,461,360	194,911	
Net Assets - ending				\$ 68,208,401	\$ 13,949,852	\$ 82,158,253	\$ 204,176	

See notes to the basic financial statements

**Town of North Kingstown, Rhode Island**

**Balance Sheet  
Governmental Funds  
June 30, 2009**

	General Fund	School Unrestricted Fund	Debt Service Fund	4M Senior Center Complex Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 12,125,213	\$ 1,805,567	\$ 595,062	\$ 2,707,220	\$ 9,190,551	\$ 26,423,613
Taxes receivable	1,781,286					1,781,286
Other receivables	362,546	178,254			299,753	840,553
Due from federal and state governments	18,615	689,090			1,883,805	2,591,510
Due from other funds	1,987,621	1,214,855				3,202,476
Total assets	16,275,281	3,887,766	595,062	2,707,220	11,374,109	34,839,438

**Liabilities and Fund Balances**

<b>Liabilities</b>						
Accounts payable	549,943	981,424		345,939	214,371	2,091,677
Accrued liabilities	664,477	170,989				835,466
Due to other funds	9,580	322,774			1,559,006	1,891,360
Other payables	5,042					5,042
Deferred revenue	4,168,215				222,914	4,391,129
Escrow deposits	724,910					724,910
Total liabilities	6,122,167	1,475,187	-	345,939	1,996,291	9,939,584

**Fund Balances (Deficits)**

Reserved for debt service			595,062		14,984	610,046
Reserved for golf course irrigation	1,500,000					1,500,000
Reserved for GHGRI and Delta Dental		143,457				143,457
Reserved for encumbrances	297,399	595,425				892,824
Unreserved:						
Designated for subsequent year's expenditures		75,000				75,000
Undesignated	8,355,715	1,598,697				9,954,412
Unreserved, reported in nonmajor:						
Special revenue funds					3,403,954	3,403,954
Capital project funds				2,361,281	5,862,321	8,223,602
Permanent funds					96,559	96,559
Total fund balances (deficits)	10,153,114	2,412,579	595,062	2,361,281	9,377,818	24,899,854
Total liabilities and fund balances (deficits)	\$ 16,275,281	\$ 3,887,766	\$ 595,062	\$ 2,707,220	\$ 11,374,109	\$ 34,839,438

**Town of North Kingstown, Rhode Island**

B - 1

**Balance Sheet  
Governmental Funds  
June 30, 2009**

*Amounts reported for governmental activities in the statement of net assets differ because:*

<b>Total Fund Balances (B-1)</b>	\$ 24,899,854
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	99,527,373
Deferred charges, deferred bond issuance costs, and bond premium resulting from issuance of advanced refunding bonds. These charges have been included in the governmental activities in the Statement of Net Assets	1,709,032
Long-term liabilities and related items are not due and payable in the current period and therefore are not reported in the funds.	(59,772,952)
Deferred revenues (net of an allowance for uncollectible) are recorded in the funds, but are not deferred under the measurement focus employed in the Statement of Net Assets.	4,168,215
Internal Service funds are recorded as proprietary funds in the fund financial statements but are recorded as governmental activities on the government-wide financial statements.	1,293,845
Accrual for pollution remediation obligation.	(1,650,000)
Accrual for OPEB liabilities (net)	(1,348,647)
Accrued interest payable is recorded in government activities, but is not recorded in the funds.	(618,319)
<b>Total Net Assets (A-1)</b>	<b>\$ 68,208,401</b>

(Concluded)

**Town of North Kingstown, Rhode Island**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
Year Ended June 30, 2009**

	General Fund	School Unrestricted Fund	Debt Service Fund	4M Senior Center Complex Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
General property taxes	\$ 64,310,326	\$ -	\$ -	\$ -	\$ -	\$ 64,310,326
Intergovernmental	4,020,209	13,162,121	1,293,781	-	7,661,007	26,137,118
Departmental	1,875,630	-	-	-	763,815	2,639,445
Licenses and permits	428,107	-	-	-	428,107	428,107
Investment income	429,061	753	1,354	6,274	131,359	568,801
On behalf pension contribution	-	2,188,350	-	-	-	2,188,350
Other	50,165	189,803	-	-	298,992	538,960
<b>Total revenues</b>	<b>71,113,498</b>	<b>15,541,027</b>	<b>1,295,135</b>	<b>6,274</b>	<b>8,855,173</b>	<b>96,811,107</b>
<b>Expenditures</b>						
<i>Current:</i>						
General government	4,367,227	-	-	76,894	1,625,220	6,069,341
Public safety	13,879,637	-	-	-	138,570	14,018,207
Public works	4,087,345	-	-	-	455,092	4,542,437
Parks and recreation	317,648	-	-	-	-	317,648
Senior services	371,042	-	-	-	88,796	459,838
Education	-	55,194,819	-	-	3,475,617	58,670,436
Public libraries	-	-	-	-	1,392,669	1,392,669
Per trust agreements	-	-	-	-	355,862	355,862
On behalf pension contribution	-	2,188,350	-	-	-	2,188,350
<i>Debt Service:</i>						
Principal	-	-	3,559,192	-	-	3,559,192
Interest and other costs	-	-	2,122,236	-	-	2,122,236
<i>Capital:</i>						
Capital expenditures	1,178,343	220,145	-	1,282,436	7,504,102	10,185,026
<b>Total expenditures</b>	<b>24,201,242</b>	<b>57,603,314</b>	<b>5,681,428</b>	<b>1,359,330</b>	<b>15,035,928</b>	<b>103,881,242</b>

(Continued)

See notes to the basic financial statements

**Town of North Kingstown, Rhode Island**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
Year Ended June 30, 2009**

	General Fund	School Unrestricted Fund	Debt Service Fund	4M Senior Center Complex Fund	Other Governmental Funds	Total Governmental Funds
Excess of revenues over (under) expenditures before other financing sources (uses)	46,912,256	(42,062,287)	(4,386,293)	(1,353,056)	(6,180,755)	(7,070,135)
Other financing sources (uses)						
Proceeds of bond issuance	1,128,251	42,861,623	4,316,554	4,000,000	5,790,000	9,790,000
Transfers in	(48,705,372)	(340,083)			1,612,478	49,918,906
Transfers out					(972,880)	(50,018,335)
Net other financing sources (uses)	(47,577,121)	42,521,540	4,316,554	4,000,000	6,429,598	9,690,571
Net change in fund balance	(664,865)	459,253	(69,739)	2,646,944	248,843	2,620,436
Fund balance at beginning of year	10,817,979	1,953,326	664,801	(285,663)	9,128,975	22,279,418
Fund balance (deficit) at end of year	\$ 10,153,114	\$ 2,412,579	\$ 595,062	\$ 2,361,281	\$ 9,377,818	\$ 24,899,854

Excess of revenues over (under) expenditures before other financing sources (uses)

Other financing sources (uses)

Proceeds of bond issuance

Transfers in

Transfers out

Net other financing sources (uses)

Net change in fund balance

Fund balance at beginning of year

Fund balance (deficit) at end of year

(Concluded)

See notes to the basic financial statements

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds (B-2) to the Statement of Activities (A-2)  
Year Ended June 30, 2009**

<b><i>Net Change in Fund Balances - Total Governmental Funds (B-2):</i></b>	\$ 2,620,436
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	5,731,313
Proceeds from issuance of long - term debt	(9,790,000)
Deferred charges, bond premium, cost of issuance and change in accrued interest	(275,506)
Increase in liability for compensated absences	(677,281)
Principal payments made on long - term debt	3,559,192
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.	417,630
Accrual for pollution remediation obligation.	(1,650,000)
Accrual for OPEB liabilities (net)	(1,348,647)
Excess of internal service funds' expenses over revenues, reported as governmental fund activity.	(125,061)
	<hr/>
<b><i>Change in Net Assets of Governmental Activities in the Statement of Activities (A-2)</i></b>	<b><u><u>\$ (1,537,924)</u></u></b>

**Town of North Kingstown, Rhode Island**

**Statement of Net Assets  
Proprietary Funds  
June 30, 2009**

	Enterprise Funds						Internal Service Funds
	Water	Quonset/Davisville Recreation	Nutrition Fund	Water Capital Reserve	Non-major Enterprise Funds	Totals	
<b>Assets</b>							
<i>Current Assets</i>							
Cash and cash equivalents	\$ 5,311,043	\$ 1,677,434	\$ 341,273	\$ 1,229,966	\$ 485,425	\$ 9,045,141	\$ 1,293,919
Water and sewer assessments and user fees, net	534,864			840,217		534,864	
Due from other funds	288,530	7,279	105,904			1,128,747	
Other receivables	128,030	29,573	29,850			113,183	
Inventory	6,262,467	1,714,286	477,027	2,070,183	485,425	11,009,388	1,293,919
<i>Total Current Assets</i>	4,696,945	2,676,497	1,285			7,374,727	
<i>Net Capital Assets</i>	10,959,412	4,390,783	478,312	2,070,183	485,425	18,384,115	1,293,919
Total assets							
	303,756	131,125	20,337	53,688	4,610	513,516	74
	840,217	1,157,000	457,975			2,455,192	
	718,696	273,585				273,585	
		37,761				37,761	
	5,960	6,900				12,860	
	1,868,629	1,637,179	478,312	53,688	4,610	4,042,418	74
<i>Total Current Liabilities</i>							
<i>Noncurrent Liabilities</i>							
Compensated absences payable	53,636	62,101				115,737	
Long-term debt, net		276,108				276,108	
<i>Total Noncurrent Liabilities</i>	53,636	338,209				391,845	
Total liabilities	1,922,265	1,975,388	478,312	53,688	4,610	4,434,263	74
<b>Net Assets</b>							
Invested in Capital Assets, net	4,696,945	2,369,581	1,285			7,067,811	
Unrestricted net assets	4,340,202	45,814	(1,285)	2,016,495	480,815	6,882,041	1,293,845
Total net assets	\$ 9,037,147	\$ 2,415,395	\$ -	\$ 2,016,495	\$ 480,815	\$ 13,949,852	\$ 1,293,845

See notes to the basic financial statements

**Town of North Kingstown, Rhode Island**

**Statement of Revenues, Expenses and Changes in Net Assets  
Proprietary Funds  
For Year Ended June 30, 2009**

	Enterprise Funds						Internal Service Funds
	Water	Quonset/ Davisville Recreation	Nutrition Fund	Water Capital Reserve	Non-major Enterprise Funds	Totals	
<b>Operating Revenues</b>							
Charges for usage and service	\$ 2,952,251	\$ 1,819,703	\$ 801,522	\$ -	\$ 132,053	\$ 5,705,529	\$ -
Sundry sales and rentals	231,504					231,504	
Miscellaneous	72,677					72,677	
<b>Total Operating Revenues</b>	<b>3,256,432</b>	<b>1,819,703</b>	<b>801,522</b>	<b>-</b>	<b>132,053</b>	<b>6,009,710</b>	<b>-</b>
<b>Operating Expenses</b>							
Operations	2,718,259			131,295	402,438	3,251,992	8,217
Pro shop		321,407				321,407	
Allen's Harbor		234,474				234,474	
School cafeteria			1,288,357			1,288,357	
Depreciation	218,700	190,903	552			410,155	
<b>Total Operating Expenses</b>	<b>2,936,959</b>	<b>746,784</b>	<b>1,288,909</b>	<b>131,295</b>	<b>402,438</b>	<b>5,506,385</b>	<b>8,217</b>
<b>Operating Income (Loss)</b>	<b>319,473</b>	<b>1,072,919</b>	<b>(487,387)</b>	<b>(131,295)</b>	<b>(270,385)</b>	<b>503,325</b>	<b>(8,217)</b>
<b>Nonoperating Revenues (Expenses)</b>							
Investment income	76,376	15,580		17,209	9,955	119,120	18,924
Federal grants			373,986			373,986	
State matching funds			17,522			17,522	
Interest expense		(14,333)				(14,333)	
<b>Net Nonoperating Revenues (Expenses)</b>	<b>76,376</b>	<b>1,247</b>	<b>391,508</b>	<b>17,209</b>	<b>9,955</b>	<b>496,295</b>	<b>18,924</b>
<b>Income (Loss) Before Transfers</b>	<b>395,849</b>	<b>1,074,166</b>	<b>(95,879)</b>	<b>(114,086)</b>	<b>(260,430)</b>	<b>999,620</b>	<b>10,707</b>
<b>Transfers:</b>							
Transfers In	226,634		340,083	840,217	143,889	1,550,823	
Transfers (Out)	(840,217)	(475,409)				(1,315,626)	(135,768)
<b>Total Transfers</b>	<b>(613,583)</b>	<b>(475,409)</b>	<b>340,083</b>	<b>840,217</b>	<b>143,889</b>	<b>235,197</b>	<b>(135,768)</b>
<b>Change in Net Assets</b>	<b>(217,734)</b>	<b>598,757</b>	<b>244,204</b>	<b>726,131</b>	<b>(116,541)</b>	<b>1,234,817</b>	<b>(125,061)</b>
<b>Total Net Assets - Beginning</b>	<b>9,254,881</b>	<b>1,816,638</b>	<b>(244,204)</b>	<b>1,290,364</b>	<b>597,356</b>	<b>12,715,035</b>	<b>1,418,906</b>
<b>Total Net Assets - Ending</b>	<b>\$ 9,037,147</b>	<b>\$ 2,415,395</b>	<b>\$ -</b>	<b>\$ 2,016,495</b>	<b>\$ 480,815</b>	<b>\$ 13,949,852</b>	<b>\$ 1,293,845</b>

See notes to the basic financial statements

**Statement of Cash Flows**  
**Proprietary Funds**  
**Year Ended June 30, 2009**

	Enterprise Funds					Totals	Internal Service Funds
	Water	Quonset/ Davisville Recreation	Nutrition Fund	Water Capital Reserve	Non-major Enterprise Funds		
<b>Cash flows from Operating Activities</b>							
Cash received from customers	\$ 3,380,415	\$ 1,837,303	\$ 791,656	\$ -	\$ 132,053	\$ 6,141,427	\$ -
Cash paid to suppliers	(1,008,206)	1,336,897	(726,289)	(963,044)	(403,174)	(1,763,816)	
Cash paid to employees	(996,264)	(710,975)	(456,875)	-	-	(2,164,114)	
Cash paid for other operating expenses	718,696					718,696	(8,183)
<i>Net cash provided by (used for) operating activities</i>	<u>2,094,641</u>	<u>2,463,225</u>	<u>(391,508)</u>	<u>(963,044)</u>	<u>(271,121)</u>	<u>2,932,193</u>	<u>(8,183)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>							
Acquisition of capital assets	(710,509)	(1,472,781)	-	-	-	(2,183,290)	
Principal paid on bonds		(30,808)				(30,808)	
Interest paid on bonds		(14,333)				(14,333)	
<i>Net cash used for capital and related financing activities</i>	<u>(710,509)</u>	<u>(1,517,922)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,228,431)</u>	<u>-</u>
<b>Cash Flows from Noncapital Financing Activities</b>							
Federal grant receipts			373,986	-	-		
State matching funds receipts			17,522	-	-		
Transfer from other funds	226,634		340,083	840,217	143,889		
Transfer to other funds	(840,217)	(475,409)	-	-	-	(1,315,626)	(135,768)
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>(613,583)</u>	<u>(475,409)</u>	<u>731,591</u>	<u>840,217</u>	<u>143,889</u>	<u>626,705</u>	<u>(135,768)</u>
<b>Cash Flows from Investing Activities</b>							
Interest on investments	76,376	15,580	-	17,209	9,955	119,120	18,924
<i>Net cash provided by investing activities</i>	<u>76,376</u>	<u>15,580</u>	<u>-</u>	<u>17,209</u>	<u>9,955</u>	<u>119,120</u>	<u>18,924</u>
Net Increase (Decrease) in Cash and Cash Equivalents	846,925	485,474	340,083	(105,618)	(117,277)	1,449,587	(125,027)
Cash and Cash Equivalents at Beginning of Year	4,464,118	1,191,960	1,190	1,335,584	602,702	7,595,554	1,418,946
Cash and Cash Equivalents at End of Year	<u>\$ 5,311,043</u>	<u>\$ 1,677,434</u>	<u>\$ 341,273</u>	<u>\$ 1,229,966</u>	<u>\$ 485,425</u>	<u>\$ 9,045,141</u>	<u>\$ 1,293,919</u>
<i>Reconciliation of operating loss to net cash provided by (used for) operating activities:</i>							
Operating income (loss)	\$ 319,473	\$ 1,072,919	\$ (487,387)	\$ (131,295)	\$ (270,385)	\$ 503,325	\$ (8,217)
Adjustments to reconcile:							
Depreciation	218,700	190,903	552	-	-	410,155	
(Increase) decrease in accounts receivable	123,983	17,600	(9,866)	-	-	131,717	
(Increase) decrease in inventory	3,029	3,297	7,674	-	-	14,000	
Increase (decrease) in accounts payable	158,071	32,690	(24,395)	8,468	(736)	174,098	34
Increase (decrease) in accrued payroll						-	
(Increase) in due from other funds	(288,530)			(840,217)	-	(1,128,747)	
Increase in due to other funds	840,217	1,157,000	121,914		-	2,119,131	
Increase (decrease) in deferred revenue		(19,452)				(19,452)	
Increase (decrease) in compensated absences payable	1,002	4,267				5,269	
Increase (decrease) in pollution remediation obligation	718,696					718,696	
Increase (decrease) in other liabilities		4,001				4,001	
<i>Net cash provided by (used for) operating activities</i>	<u>\$ 2,094,641</u>	<u>\$ 2,463,225</u>	<u>\$ (391,508)</u>	<u>\$ (963,044)</u>	<u>\$ (271,121)</u>	<u>\$ 2,932,193</u>	<u>\$ (8,183)</u>

**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**June 30, 2009**

	Police Pension Trust	Private Purpose Trust Funds	Agency Funds
<b><i>Assets</i></b>			
Cash and cash equivalents	\$ 297,504	\$ 31,184	\$ 949,570
Due from other funds			15,459
<i>Total assets</i>	<u>297,504</u>	<u>31,184</u>	<u>965,029</u>
<b><i>Liabilities</i></b>			
Due to student groups			347,665
Payroll withholdings			304,713
Due to other funds			130
Deposits held in custody for others			312,521
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>965,029</u>
<b><i>Net Assets</i></b>			
Reserved for principal		31,184	
Reserved for employee retirement	297,504		
<i>Total net assets</i>	<u>\$ 297,504</u>	<u>\$ 31,184</u>	<u>\$ -</u>

**Statement of Changes in Fiduciary Net Assets  
Fiduciary Funds  
Year Ended June 30, 2009**

	Police Pension Trust	Private Purpose Trust Funds
<b><i>Additions:</i></b>		
<i>Investment income:</i>		
Interest, dividends and gains	\$ 1,789	\$ 63
<i>Net investment earnings</i>	1,789	63
<b><i>Deductions:</i></b>		
Administrative expenses		
<i>Total deductions</i>	-	-
Change in Net Assets	1,789	63
Net Assets - beginning	295,715	31,121
Net Assets - ending	\$ 297,504	\$ 31,184

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies

The accounting methods and procedures adopted by the Town of North Kingstown, Rhode Island conform to generally accepted accounting principles (GAAP) as applied to governmental entities. The following notes to the basic financial statements are an integral part of the Town's Comprehensive Annual Financial Report.

#### *Reporting Entity*

The Town of North Kingstown was incorporated in 1674. The Town is governed largely under the 1954 North Kingstown Home Rule Charter. In some matters, including the issuance of short and long-term debt, the Town is governed by the general laws of the State of Rhode Island. The Town operates under a Town Council form of Government and provides the following services as authorized by its charter: Public Safety (police, fire, civil preparedness, animal control and harbors and wharfs), Public Works (engineering, highways and facilities maintenance), Water Supply, Code Enforcement, Library, Education, Social Services and General Administration Services.

The Town complies with generally accepted accounting principles (GAAP). Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide Statement of Net Assets and Statement of Activities, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Enterprise funds also apply the same principles. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 14. Under GASB Statement No. 14, the financial reporting entity includes both the primary government and all of its component units. Component units are legally separate entities that meet any one of the following three tests:

Test 1 - The primary government appoints the voting majority of the board of the potential component unit and

- \* is able to impose its will on the potential component unit and/or
- \* is in a relationship of financial benefit or burden with the potential component unit;

Test 2 - The potential component unit is fiscally dependent upon the primary government; or

Test 3 - The financial statements would be misleading if data from the potential component unit were not included.

The following entities were considered for classification as component units for fiscal year 2009:

- \* North Kingstown School Department
- \* North Kingstown Public Library

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

Although the North Kingstown School Department met certain criteria of the tests listed above, it is not deemed to have separate legal status apart from the Town. As a result, the financial data of the North Kingstown School Department has been included as a major special revenue fund within the Town's financial statements.

The North Kingstown Free Library Corporation, a not for profit agency was formed in July of 1993. The library supports the charitable, scientific and educational purposes of the North Kingstown Library a non-major fund of the Town of North Kingstown. The Town of North Kingstown is able to impose its will on the component unit as the Town appoints the Library Trustees who serve as the Library's Board of Directors. Accordingly, the Library is included as discretely presented component unit in the financial statements of the Town. The North Kingstown Free Library Corporation issued a separate financial statement dated December 23, 2009, for their fiscal year ended December 31, 2008. A copy of this report can be obtained by contacting the North Kingstown Free Library Corporation, 80 Boston Neck Road, North Kingstown, RI, 02852.

#### *Recently Issued Accounting Standards*

- ✓ The Town implemented GASB Statement No. 45 – Accounting and Financial Reporting by Employees for Post-employment Benefits Other Than Pensions for the fiscal year ending June 30, 2009. This pronouncement requires the Town to recognize the accrual of net OPEB obligations at June 30, 2009.
- ✓ The Town has implemented GASB Statement No. 49 – Accounting and Financial Reporting for Pollution Remediation Obligations. The Town recognized the accrual for this obligation as of June 30, 2009.

The Town will adopt the following new accounting pronouncement in future years:

- ✓ GASB Statement No. 51 – Accounting and Financial Reporting for Intangible Assets, effective for the Town's fiscal year end June 30, 2010. The impact of these pronouncements on the Town's financial statements has not been determined.
- ✓ GASB Statement No. 53 – Accounting and Financial Reporting for Derivative Instruments, effective for the Town's fiscal year end June 30, 2010. The impact of these pronouncements on the Town's financial statements has not been determined.
- ✓ GASB Statement No. 54 - Fund Balance Reporting and Governmental Fund Type Definitions, effective for the Town's fiscal year ending June 30, 2011.

The impact of these pronouncements on the Town's financial statements has not been determined.

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### ***Basis of Presentation***

##### *Government-Wide Financial Statements*

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

##### *Fund Financial Statements*

Fund financial statements of the reporting entity are organized into funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

- a) Total assets, liabilities, revenues, or expenditures/expenses of that individual, governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b) Total assets, liabilities, revenues, or expenditures/expenses of the individual, governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

#### ***Governmental Funds***

##### General Fund

The General Fund is the primary operating fund of the Town and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

##### Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditures for certain purposes.

##### Capital Project Funds

Capital Project Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items.

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Governmental Funds (Continued)*

##### Permanent Funds

The Permanent Funds account for assets held by the Town pursuant to trust agreements. The principal portion of this fund type must remain intact, but the earnings may be used to achieve the objectives of the fund.

##### Proprietary Funds

Proprietary funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. Operating revenues of the Proprietary Funds consist of customer/taxpayer charges for uses and services and certain other miscellaneous revenues. All other revenues of the Proprietary Funds are considered non-operating sources of revenue. Operating expenses for the enterprise funds includes costs of providing services, including administration and depreciation on capital assets. All other expense items not meeting the above criteria is reported as non operating expenses. The Town has two internal service funds which are used to pay insurance expenses relating to workers and non workers compensation claims.

##### Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest, other than those payable from Enterprise Funds.

#### *Fiduciary Funds (Not included in government-wide statements)*

##### Agency Funds

Agency funds account for assets held by the Town in a purely custodial capacity. The reporting entity includes five agency funds. Since agency funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. The agency funds are as follows:

- Student Activity Funds
- School Payroll Fund
- Payroll Fund
- Developer Surety Escrow

#### *Major and Non-Major Funds*

The funds are further classified as major or non-major as follows:

<u>Fund</u>	<u>Brief Description</u>
<b>Major:</b>	
General Fund:	See above for description
School Unrestricted Fund	This fund is used to report all financial transactions of the North Kingstown School Department, which are not legally required to be accounted for separately.

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Major and Non-Major Funds (Continued)*

Debt Service Fund	This fund is used to account for the payments of interest and principal on all general long-term debt other than that payable from the Enterprise Funds.
4M Senior Center Complex Fund	Accounts for the construction and renovations of the Senior Center Complex.
<b>Proprietary:</b>	
Water Fund	Accounts for the supply of water to the Town
Quonset/Davisville Recreation Fund	Accounts for the golf course operations
Nutrition Fund	Accounts for operations of school nutrition fund.
Water Capital Reserve	Accounts for reservations for water fund future projects.

Fund

Brief Description

***Non-Major:***

Special Revenue: Willet Library Fund, Champlin Foundation Fund, Davisville Library Fund, Library Fund, Juniper Hill Tank Grant, Miscellaneous State Grants, State Grants - Police Department, Seized and Forfeited Property Escrow, Beachwood House Senior Center Equipment Escrow, RIDEM Potowomut Pond Clean-up, RI Emergency Management, State Elderly Affairs Grant, Land Dedication Escrow, State Council on the Arts Grant, RI Foundation Grant, Local Law Enforcement Block Grant, Governor's Justice Commission, Miscellaneous Senior Citizens Grant, Senior Center Legislative Grant, Impact Fees, Emergency Medical Services, CDBG Grants, Fire Department Legislative Grant, Old Library Park, Groundwater Education Donation, Miscellaneous Library Donations, Operation Drug Dog, Special Purpose Donations, School Department Substance Abuse Donations, Tax Revaluation Reserve Fund, Infrastructure Replacement, URI Septic Loan Program, Retirement Allowance Reserve Fund, Health Insurance Reserve, Ann Ward Wallou Memorial Garden, Senior Citizens Center, Senior Citizens Bus Gasoline Escrow, Arts Council, Senior Outreach Escrow, Project Dare, Fireworks Donation, Parade Committee, Leisure Services Brochure, Community Center Maintenance, Heritage Committee, Recreation Escrow, Non Civic Detail Escrow Fund, School Public Law 94-142, Title III LEP, Perkins Vocational Education, Title I, RI Learn & Service, Homeless Children & Youth, Medicaid, Title II, Title IV Drug Free Schools, Title V, 91-142 Preschool Services, 21<sup>st</sup> Century Learning Center, Target Grant, Toshiba Grant, Uniform Chart of Accounts, COZ Family Center, School Literacy Set-Aside, Walmart Grant, COZ Education Exchange, New England Dairy and Food Council, RI Interscholastic League, COZ Miscellaneous Donations, Nickelodeon, Kellogg's Nucrew Program, RIPIN, Circle of Parents, Amagen Foundation, Town Substance Abuse Task Force, Spirit Day, and RIPIN Award #2.

Debt Service Fund: FY 2005 Refunding

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Major and Non-Major Funds (Continued)*

<u>Fund</u>	<u>Brief Description</u>
Capital Projects:	Capital Reserve, 9M School Renovations Bond, Farmland & Open Space Reserve, 6M Public Facilities Plan bond, School Capital Reserve Fund, 4.5M Public Safety Facilities, and 4M Farmland Open Space Fund.
Permanent Funds:	Henry Reynolds Indigent Care, Tri-Centennial Park, 400 <sup>th</sup> Anniversary, Henry Reynolds Outside Poor Fund, John J. Spink Outside Poor Fund, John B. Spink Outside Poor Fund, Thomas Casey Outside Poor Fund, Elizabeth Miller Library Fund, William D. Davis Library Fund, Veterans Memorial Scholarship, Hendrick Library Fund, Gardiner Fund, Updike Fund, Tennis Fund, and Lynette Olson Memorial Fund.
Private Purpose Trust Funds:	Hall, Vaughn, Young, Rebecca Hammond, W.H. Welling, George C. Hall, B.H. Davis, Updike, Mary Carpenter, Smith-Lawton, Old Baptist Cemetery, Smith, Lawton, Weeks, Cogan, and Jones.
Enterprise Funds:	Quonset/Davisville Reserve Fund, NKSD Adult Education, NKHS Summer School Remedial, School Sports Camp, Schools Sport Camps, and Summer School Fund.
Internal Service Funds:	Workers Compensation, Self Insurance Property Damage

#### *Measurement Focus*

On the government-wide Statement of Net Assets and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as defined in item (b) below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- (a) All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. The Town considers property taxes as available if they are collected within 60 days after year end.
- (b) All proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.
- (C) Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Measurement Focus (Continued)*

#### *Basis of Accounting*

In the government-wide Statement of Net Assets and Statement of Activities both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days thereafter to pay current liabilities. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

All proprietary funds, private purpose trust funds and agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Amounts reported as program revenues include charges to customers or applicants for goods, services or privileges provided and operating grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

#### *Cash Equivalents*

For purposes of the cash flow statement, the proprietary funds consider all investments with original maturities of three months or less when purchased to be cash equivalents.

#### *Accounts Receivable*

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes, other receivables and intergovernmental receivables. Business-type activities report service fees as its major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivables are based upon historical trends and the periodic aging of accounts receivable. The allowance for uncollectible accounts receivable amounted to \$310,000 at June 30, 2009. Major receivable balances for the governmental activities include property taxes and intergovernmental receivables (70% and 30%, respectively of total governmental receivables). Business-type activities report service fees as its major receivables.

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements

June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Property Taxes*

Real and personal property taxes are based on values assessed as of each December 31 (lien date) and attach as an enforceable lien on property as of July 1 (levy date). Taxes are due in equal quarterly installments on July 1, October 1, January 1 and April 1, annually. Taxes due and unpaid after the respective due dates are subject to interest rate at the rate of 12% per annum calculated on the unpaid portion of the total tax. An automatic lien is placed on the taxpayer's property if payment has not been received by the tax due date. Property taxes levied are recorded as receivables in the fiscal year of levy. Property tax revenues are recorded in accordance with the modified accrual basis of accounting in the fund financial statements.

#### *Encumbrances*

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Open encumbrances at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

Certain unexpended and unencumbered appropriations for incomplete projects are carried over to succeeding years. Such continuing appropriations are accounted for similar to encumbrances. Other unencumbered appropriations lapse at year end.

#### *Investments*

In accordance with GASB No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments are reported at fair value. Investments are disclosed in accordance with GASB No. 40, *Deposits and Investment Risk Disclosures*.

#### *Compensated Absences*

Under the terms of various contracts and policies, Town employees are granted vacation and sick leave based on length of service. The Town's policy is to recognize the cost of vacation and sick leave in governmental funds when paid and on the accrual basis in proprietary funds. The amount of earned but unpaid vacation and sick leave relating to governmental fund employees is recorded as long-term debt in the government-wide financial statements.

#### *Judgments and Claims*

Liabilities for legal cases and other claims against governmental funds are recorded when the ultimate liability can be estimated and such cases are expected to be liquidated with expendable available financial resources. Proprietary fund types record these liabilities using the accrual basis of accounting.

#### *Inventory*

Proprietary fund inventory is stated at cost (first-in, first-out). Inventory consists primarily of materials and supplies. Inventory maintained in governmental funds is recorded as expenditures at the time of purchase.

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Property, Plant and Equipment*

The accounting treatment over property, plant and equipment (fixed assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

#### **Government-Wide Financial Statements**

In the government-wide financial statements, fixed assets are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their estimated fair value at the date of donation. Library collections, capital assets that are not being depreciated, are placed into service using the replacement method of cost for any new assets and the expense is charged to depreciation expense in the year of acquisition.

As of June 30, 2009, the Town's infrastructure assets have been capitalized and reported within the financial statements.

Capital assets are defined by the Town, as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of one year.

Depreciation of all exhaustible capital assets is recorded, as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings.....	10 – 50 years
Equipment.....	3 – 20 years
Property and leasehold improvements.....	5 – 10 years
Furniture .....	5 – 10 years
Vehicles and golf carts .....	3 – 4 years

#### **Fund Financial Statements**

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide financial statements.

#### *Bond Issuance Costs*

Bond issuance costs are amortized on a straight-line basis over 20 years. The total bond issuance costs as of June 30, 2009 were \$306,777. The accumulated amortization through June 30, 2009 was \$94,590.

#### *Deferred Charge on Bond Refunding*

The deferred charge on refunding is amortized on a straight-line basis over 20 years. The total deferred charge on refunding as of June 30, 2009 was \$1,890,215. The accumulated amortization as of June 30, 2009 was \$393,370 in accordance with GASB Statement 23.

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Unearned Revenue*

In the government-wide financial statements, unearned revenue represents funds received in advance of being earned/owed or receivables which will be collected and included in revenues of future fiscal years. In the General Fund, (of the financial statements), unearned revenue include property tax receivables which are assessed on December 31, 2007 and prior and are not collected within 60 days of June 30, 2009. Net unearned taxes included in the fund financial statements were \$1,344,020.

#### *Interfund Transactions*

Interfund activity within and among the funds of the Town have been classified and reported as follows:

- Reciprocal interfund activities:
  - Interfund loans are reported as interfund receivables in the lending fund and interfund payables in borrower funds.
  - Interfund services are reported as revenues in the seller fund and as expenditures on expenses in the purchasing fund.
- Non-reciprocal interfund activities:
  - Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after nonoperating revenues and expenses.
  - Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.
  - Interfund transactions are accounted for as expenditures/expenses when they constitute reimbursements from one fund to another. These transactions are recorded as expenditures/expenses in the reimbursing fund and are recorded as reductions of expenditures/expenses in the fund receiving the reimbursement. All other interfund transactions are reported as transfers.

#### *Self-Insurance*

The Town's self-insurance costs for health and general liabilities are accounted for in the Town's internal service funds. Claims incurred but not paid, including those which have not been reported, are accounted for as expenses and accrued claims in those funds when a liability has been incurred.

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

#### *Equity Classifications*

##### **Government-Wide Statements**

Equity is classified as net assets and displayed in three components:

- (a) Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- (b) Restricted net assets - Consists of net assets with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- (c) Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

##### **Fund Financial Statements**

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

#### *Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance and the Government-wide Statement of Activities*

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.” The details of this \$7,365,389 difference are as follows:

Capital Outlays (net of disposals)	\$ 10,185,026
Depreciation expense	<u>(4,453,713)</u>
Net Adjustment	<u>\$ 5,731,313</u>

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies (Continued)

*Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance and the Government-wide Statement of Activities (Continued)*

Another element of that reconciliation states that “the issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.” The details of this (\$275,511) difference are as follows:

Increase in accrued interest	\$ (196,011)
Amortization expense	<u>(79,495)</u>
Net adjustment	<u>\$ (275,506)</u>

### 2. Stewardship, Compliance, and Accountability

#### ***Legal Debt Margin***

The Town's legal debt margin as set forth by State Statute is limited to three percent of total assessed value which approximates \$133,218,390. As of June 30, 2009, the Town had \$306,196 of debt outstanding subject to the Maximum Aggregate Indebtedness provision (3% Debt Limit) of the Rhode Island General Laws 45-12-2. All other Town debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 3. Capital Assets

Capital asset activity for the year ended June 30, 2009 was as follows:

	<u>Beginning Balance 6/30/08 (as restated)</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance 6/30/09</u>
<b>Governmental activities:</b>				
<b>Capital assets not being depreciated</b>				
Library collections	\$ 3,191,228	\$ -	\$ -	\$ 3,191,228
Land	5,372,113			5,372,113
Developmental rights	15,533,362	1,396,760		16,930,122
Work in progress	1,184,986	4,509,780		5,694,766
<i>Total capital assets not being depreciated</i>	<u>\$ 24,796,432</u>	<u>\$ 5,906,540</u>	<u>\$ -</u>	<u>\$ 31,188,229</u>
<b>Other capital assets</b>				
Land improvements	\$ 132,230	1,477,241		1,609,471
Building	55,122,019	1,502,304		56,624,323
Equipment	11,582,158	533,920	(17,300)	12,098,778
Infrastructure	64,807,242	782,321		65,589,563
<i>Total other capital assets at historical cost</i>	<u>131,643,649</u>	<u>4,295,786</u>	<u>(17,300)</u>	<u>135,922,135</u>
<b>Less: accumulated depreciation for:</b>				
Land improvements	(13,224)	(6,612)		(19,836)
Building	(16,908,828)	(1,477,625)		(18,386,453)
Equipment	(7,832,375)	(945,506)		(8,777,881)
Infrastructure	(38,374,851)	(2,023,970)		(40,398,821)
<i>Total accumulated depreciation</i>	<u>(63,129,278)</u>	<u>(4,453,713)</u>	<u>-</u>	<u>(67,582,991)</u>
<b>Other capital assets, net</b>	<u>68,514,371</u>	<u>(157,927)</u>	<u>(17,300)</u>	<u>68,339,144</u>
<b>Governmental activities, capital assets, net</b>	<u>\$ 93,310,803</u>	<u>\$ 5,748,613</u>	<u>\$ (17,300)</u>	<u>\$ 99,527,373</u>
<b>Business-type activities:</b>				
<b>Capital assets not being depreciated</b>				
Land	\$ 839,934	\$ -	\$ -	\$ 839,934
Work in progress	277,028	1,422,816		1,699,844
<i>Total capital assets not being depreciated</i>	<u>1,116,962</u>	<u>1,422,816</u>	<u>-</u>	<u>2,539,778</u>
<b>Other capital assets:</b>				
Building	9,658,003	1,047,488	(336,980)	10,368,511
Property and leasehold improvements	2,280,689			2,280,689
Furniture and equipment	647,667	14,900	(2,000)	660,567
Vehicle and golf carts	732,647	38,065	(1,000)	769,712
<i>Total other capital assets at historical cost</i>	<u>13,319,006</u>	<u>1,100,453</u>	<u>(339,980)</u>	<u>14,079,479</u>
<b>Less: accumulated depreciation for:</b>				
Building	(5,835,830)	(306,300)	13,479	(6,128,651)
Property and leasehold improvements	(720,246)	(55,234)		(775,480)
Furniture and equipment	(1,601,775)	(26,240)	2,000	(1,626,015)
Vehicle and golf carts	(676,525)	(38,859)	1,000	(714,384)
<i>Total accumulated depreciation</i>	<u>(8,834,376)</u>	<u>(426,633)</u>	<u>16,479</u>	<u>(9,244,530)</u>
<b>Other capital assets, net</b>	<u>4,484,630</u>	<u>673,820</u>	<u>(323,501)</u>	<u>4,834,949</u>
<b>Business-type activities capital assets, net</b>	<u>\$ 5,601,592</u>	<u>\$ 2,096,636</u>	<u>\$ (323,501)</u>	<u>\$ 7,374,727</u>

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 3. Capital Assets (Continued)

Depreciation expense was charged to functions as follows:

**Governmental activities:**

General government	\$	62,619
Public Safety		424,590
Public Works		2,179,985
Senior Services		7,073
Education		1,709,720
Public libraries		69,726
<b>Total governmental activities depreciation expense</b>	<b>\$</b>	<b>4,453,713</b>

**Business-type activities:**

**Major Funds:**

Water	\$	218,700
Quonset/Davisville Recreation		190,902
Non-major enterprise funds		552
<b>Total business-type activities depreciation expense</b>	<b>\$</b>	<b>410,154</b>

### 4. Property Taxes

The Town is responsible for assessing, collecting, and distributing property taxes in accordance with enabling state legislation.

Net property taxes levied for the fiscal year 2009 were based on a net assessed value of approximately \$4,440,612,995 at December 31, 2007 and amounted to \$62,565,153. Collections through June 30, 2009 amounted to \$60,866,897, which represents approximately 97.3% of the total tax levy.

The Town recognizes property tax revenues in accordance with Section P70, "Property Taxes" of the Codification of Governmental Accounting and Financial Reporting Standards on the Fund statements. Unpaid property taxes as of June 30, 2009 (\$1,829,231) are recorded as a receivable, net of an allowance for uncollectible property taxes of \$310,000. Those net property taxes receivable which were not collected within the 60 days immediately following June 30, 2009 are recorded as deferred revenue and amounted to \$1,344,020 at June 30, 2009. Property taxes recognized as revenue on the Fund statements for the fiscal year ended June 30, 2009 (due to their collection within the 60 days immediately following June 30, 2009) amounted to \$444,046. On June 30, 2009, the Town levied property taxes for its next fiscal year based on the December 31, 2008 assessment as follows (unaudited):

	<u>Taxable Assessment</u>	<u>Exemptions</u>	<u>Net Taxable Assessments</u>	<u>Rate Per \$1,000</u>	<u>Net Levy</u>
Real property	\$4,298,501,545	\$ 68,549,340	\$4,229,952,205	\$ 13.97	\$ 59,092,432
Motor vehicle	244,213,902	128,685,090	115,528,812	22.04	2,546,255
Tangible property	118,987,280	452,850	118,534,430	13.97	1,654,889
<b>Total</b>	<b>\$4,661,702,727</b>	<b>\$ 197,687,280</b>	<b>\$4,464,015,447</b>		<b>\$ 63,293,576</b>

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 4. Property Taxes (continued)

Taxes are due in equal quarterly installments on July 1, October 1, January 1, and April 1 during the fiscal year.

### 5. Deposits

#### *Cash and Investments*

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. It is the Town's policy to follow the requirements contained in Section 35-10.1-7 of the General Laws of the State of Rhode Island, dealing with the collateralization of public deposits, which requires that all time deposits with maturities of greater than 60 days and all deposits in institutions that do not meet the minimum capital requirements of its Federal regulator must be collateralized.

At June 30, 2009, the carrying amount of the Town's deposits was \$38,040,931, (including Fiduciary Funds and petty cash of \$6,740) while the bank balance was \$52,106,913. Of the balance, \$13,865,917 was covered by federal depository insurance and \$24,168,274 was uninsured. The Town has entered into collateralization agreements with various financial institutions and as a result, \$14,584,703 of the uninsured balance at June 30, 2009 was collateralized by securities held by the financial institutions and/or third parties in the name of the Town. The remaining uninsured balance of \$37,522,210 was held in other accounts that were not required to be covered by collateralization agreements. During fiscal year 2010, the Town will be transitioning into the Cedar Promotory Network. As the Town's certificates of deposit mature during the year, these funds will be transferred into the Cedar Promotory Network which allows all investments to become fully FDIC insured and fully collateralized.

#### **Reconciliation to Government-wide Statement of Net Assets:**

Unrestricted cash, including time deposits .....	\$38,040,931
Less: Fiduciary funds cash, including time deposits (not included in the government-wide statement).....	<u>(1,278,258)</u>
<b>Total cash and cash equivalents on A-1.....</b>	<b><u>\$36,762,673</u></b>

**Town of North Kingstown, Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**6. Long-Term Liabilities**

**(a) Long-Term Liability Activity**

Long-term liability activity for the year ended June 30, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>Governmental Activities:</b>					
<b>Long-term debt:</b>					
General obligation debt	\$ 50,152,461	\$ 9,790,000	\$ 3,589,537	\$ 56,352,924	\$ 3,579,542
<b>Total long-term debt</b>	<b>50,152,461</b>	<b>9,790,000</b>	<b>3,589,537</b>	<b>56,352,924</b>	<b>3,579,542</b>
<b>Other long-term liabilities:</b>					
Compensated Absences	2,742,757	2,625,434	1,948,156	3,420,035	855,009
<b>Total other long-term liabilities</b>	<b>2,742,757</b>	<b>2,625,434</b>	<b>1,948,156</b>	<b>3,420,035</b>	<b>855,009</b>
<b>Governmental activities</b>					
Long-term liabilities	\$ 52,895,218	\$ 12,415,434	\$ 5,537,693	\$ 59,772,959	\$ 4,434,551
<b>Business-type Activities</b>					
<b>Long-term debt:</b>					
General obligation debt	\$ 337,724	\$ -	\$ 30,808	\$ 306,916	\$ 30,808
<b>Total long-term debt</b>	<b>337,724</b>	<b>-</b>	<b>30,808</b>	<b>306,916</b>	<b>30,808</b>
<b>Other long-term liabilities:</b>					
Compensated absences	123,328	119,129	113,860	128,597	12,860
<b>Total other long-term liabilities</b>	<b>123,328</b>	<b>119,129</b>	<b>113,860</b>	<b>128,597</b>	<b>12,860</b>
<b>Business-type activities:</b>					
Long-term liabilities	\$ 461,052	\$ 119,129	\$ 144,668	\$ 435,513	\$ 43,668

Payments on all long-term debt and other long-term liabilities that pertain to the Town's governmental activities are made by the Debt Service Fund and General Fund. The General Fund typically has been used in prior years to liquidate the liability for compensated absences.

**Town of North Kingstown, Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**6. Long-Term Liabilities (Continued)**

**(b) Debt Maturity**

Debt service requirements at June 30, 2009 were as follows:

**GOVERNMENTAL ACTIVITIES**

**General Obligation Debt**

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 3,579,542	\$ 2,309,151	\$ 5,888,693
2011	3,624,541	2,172,532	5,797,073
2012	3,514,541	2,034,270	5,548,811
2013	3,479,541	1,905,096	5,384,637
2014	3,509,541	1,772,181	5,281,722
2015-2019	16,988,875	6,691,594	23,680,469
2020-2024	13,281,335	3,420,097	16,701,432
2025-2029	7,835,000	764,887	8,599,887
2030	540,008	21,600	561,608
Total	<u>\$ 56,352,924</u>	<u>\$ 21,091,408</u>	<u>\$ 77,444,332</u>

**BUSINESS-TYPE ACTIVITIES**

**General Obligation Debt**

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 30,808	\$ 14,332	\$ 45,140
2011	30,809	13,085	43,894
2012	30,809	11,806	42,615
2013	30,809	10,504	41,313
2014	30,809	9,176	39,985
2015-2019	152,872	25,720	178,592
Total	<u>\$ 306,916</u>	<u>\$ 84,623</u>	<u>\$ 391,539</u>

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 6. Long-Term Liabilities (Continued)

General long-term liabilities consist of the long-term liabilities that are not recorded as fund liabilities (i.e., debt of the proprietary fund). Amounts are as follows:

	Date of Issue	Purpose	Amount Issued	Interest Rate	Maturity Date	Balance Outstanding 06/30/08	Additions	Retirement	Bond Premium Amortization	Balance Outstanding 06/30/09
<b>General obligation debt:</b>										
\$2,840 M Refunding Bond	5/1/2006	Development Rights	\$ 2,840,000	4.0 - 5.25%	5/1/07 - 21	\$ 2,470,000	\$ -	\$ 190,000	\$ -	\$ 2,280,000
\$9,790 M Refunding Bond	1/15/2009	Renovations, Additions and Improvements	9,790,000	2.0 - 4.0%	1/15/11 - 30	-	9,790,000	-	-	9,790,000
\$30.36 M Refunding Bond	4/21/2005	Refunding of High School Bond \$33M	30,360,000	3.0 - 5.0%	10/1/05 - 26	26,520,185	-	1,925,000	30,350	24,564,835
\$7,885 M Refunding Bond	12/15/1998	Open Space, Road, Athletics, Technology, Elementary and Public Facilities Bonds	7,885,000			4,330,000		395,000		3,935,000
Less: Q/D recreation portion			(615,000)	3.7 - 6.0%	12/15/98 - 19	(337,724)		(30,808)		(306,916)
\$7M Refunding Bond	8/15/2007	Renovations and Additions - School Bond	7,000,000	4.25 - 5.0%	8/15/08 - 27	7,000,000		245,000		6,755,000
\$1,505 M Refunding Bond	6/15/1999	School Athletics	1,505,000	4.8 - 7.0%	6/15/00 - 19	1,005,000		70,000		935,000
\$3,835 M Refunding Bond	9/15/2000	Farmland & Open Space	3,835,000	4.75 - 6.5%	9/15/01 - 21	2,470,000		190,000		2,280,000
\$3,845 M Refunding Bond	6/15/2001	Farmland, Public Facilities, & Asset Protection	3,845,000	3.75 - 5.5%	6/15/02 - 16	1,995,000		250,000		1,745,000
\$1.9 M Refunding Bond	12/15/2001	School Additions	1,900,000	3.5 - 4.35%	12/15/02 - 11	700,000		200,000		500,000
\$4M Refunding Bond	7/1/2007	Open Space	4,000,000	3.6 - 4.1%	7/15/08 - 27	4,000,000		125,000		3,875,000
<b>Total general obligation debt</b>			<b>72,345,000</b>			<b>50,152,461</b>	<b>9,790,000</b>	<b>3,559,192</b>	<b>30,350</b>	<b>56,352,915</b>
<b>Other long-term liabilities:</b>										
Compensated absences						2,742,757	2,625,434	1,948,156	-	3,420,035
<b>Total long-term liabilities</b>			<b>\$ 72,345,000</b>			<b>\$ 52,895,218</b>	<b>\$ 12,415,434</b>	<b>\$ 5,507,348</b>	<b>\$ 30,350</b>	<b>\$ 59,772,954</b>

Total interest expense paid on general long-term liabilities for the year ended June 30, 2009 was approximately \$2,122,239.

### 7. Operating Leases

On July 14, 2005 the School Department entered into a five year operating lease for various copiers ending July 14, 2011. The lease payments for these copiers during the year ended June 30, 2009 amounted to \$229,152.

Future minimum lease payments are as follows:

2010	\$229,152
2011	19,096
Total	\$248,248

**Town of North Kingstown, Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**8. Interfund Receivables and Payables**

Interfund balances represent short-term advances from one fund (primarily the General Fund) to another fund. The advances may represent balances resulting from operating advances or reimbursement for expenditures paid by one fund on behalf of another fund. The composition of interfund balances at June 30, 2009 is as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
<b>General Fund</b>	\$ 1,987,621	\$ 9,580
<b>School Unrestricted Fund</b>	1,214,855	5,879
<b>Special Revenue Funds:</b>		
Governor's Justice Commission		91
Juniper Hill Tank Grant		66,315
Community Development Grants		242,100
Miscellaneous State Grants		411,135
RI Learn and Serve America		2,219
Federal Stabilization Grant		316,895
Anne Ward Wallou Memorial Garden		901
RI Emergency Management		72,789
Infrastructure Replacement		226,634
School Public Law		209,984
School Title I		105,062
School Title II		39,021
Town Substance Abuse Task Force		2,489
School Literacy		27,464
Homeless Children and Youth		7,834
School Preschool Services		5,435
21 <sup>st</sup> Century Learning Center		23,611
COZ Education Exchange		13,397
COZ Family Center		3,470
<b>Capital Project Funds:</b>		
Farmland and Open Space Reserve		99,055
<b>Enterprise Funds:</b>		
Water Fund	288,530	840,217
Water Capital Reserve	840,217	
Quonset/Davisville Recreation		1,157,000
Nutrition Fund		457,975
<b>Agency Funds:</b>		
Payroll fund	9,580	
School payroll fund	5,879	
Developer Surety Escrow		130
	\$ 4,346,682	\$ 4,346,682
<b>TOTALS</b>	<b>\$ 4,346,682</b>	<b>\$ 4,346,682</b>

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 9. Fund Equity

(a) *Reserves and Designations*

Reservations and designations of fund balances at June 30, 2009 were as follows:

<b>General Fund:</b>	
Reserved for encumbrances	\$ 297,399
Reserved for golf course irrigation	1,500,000
<b>School Unrestricted Fund:</b>	
Reserved for GHGRI and Delta Dental	143,457
Reserved for encumbrances	595,425
Designated for future expenditures	75,000
<b>Debt Service Fund:</b>	
Reserved for debt service	595,062
<b>Other Governmental Funds:</b>	
Reserved for debt service	14,984
<b>Fiduciary Fund Types:</b>	
Reserved for trust principal	31,184
Reserved for employee retirement system	297,504
<b>Total reservations and designations of fund balances</b>	\$ 3,550,015

(b) *Transfers In and Out*

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund. The composition of interfund transfers for the year ended June 30, 2009 is as follows

	<u>Transfers In</u>	<u>Transfers Out</u>
<b>Major Funds:</b>		
General Fund	\$ 1,128,251	\$ 48,705,372
School Unrestricted Fund	42,861,623	340,083
Quonset/Davisville Recreation Fund		475,409
Water	226,634	840,217
Nutrition Fund	340,083	
Debt Service fund	4,316,554	
<b>Non-major Funds:</b>		
Special revenue funds	1,102,538	972,880
Capital Reserve	402,575	
School capital reserve	107,365	
Quonset/Davisville Reserve Fund	143,889.00	
Water Capital Reserve Fund	840,217.00	
Internal service		135,768
<b>Totals</b>	\$ 51,469,729	\$ 51,469,729

(Continued)

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 9. Fund Equity (Continued)

(c) *Disclosure of Individual Fund Deficits*

Non-major Governmental fund Activities:

RI Emergency Management	\$	72,789
Governors Justice Commission	\$	91
Ann Ward Wallou Memorial Garden	\$	901
Community Center Maintenance	\$	2,141

Deficit for non-major business-type fund will be funded through the School Fund, a major governmental activities fund.

Deficit for non-major governmental fund activities will be funded through the General Fund, a major governmental activities fund, and bond issuance.

### 10. Bonds Authorized But Unissued

Bonds authorized but unissued at June 30, 2009 are as follows:

Library	\$	350,000
School Improvements		2,000,000
Commercial Septic System Loan		<u>2,000,000</u>
<b>Total</b>	\$	<u><u>4,350,000</u></u>

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 11. Defined Benefit Pension Plans

#### (a) *General Municipal Employees' Pension Plan*

The Town of North Kingstown participates in the Municipal Employees' Retirement System of the State of Rhode Island ("System"), an agent multiple employer defined benefit plan. The System includes a normal plan for general employees and both a normal and optional plan for police and fire personnel. All full-time Town and non-certified School Department general employees participate in the System.

The payroll for employees covered by the System for the year ended June 30, 2009 was approximately \$11,830,703 and the Town wide payroll was approximately \$51,868,996.

#### *Plan Description*

The following eligibility and benefit provisions are established by State Statute. The System generally provides retirement benefits equal to 2 percent of final average salary per year of service with a maximum benefit of 75 percent of final average salary. Final average salary is the three highest consecutive years of earned salary exclusive of overtime, bonuses or severance pay. Such benefits are available to members at least age 58 with 10 years of service or after 30 years regardless of age. The plan also provides non-occupational disability benefits after 5 years of service, occupational disability benefits with no minimum service requirement, survivors' benefits, and certain lump sum death benefits. Employees are vested in their retirement benefits on completion of 10 years of service. Benefits are established by State Statute.

#### *Contributions Required and Contributions Made*

General employees were required by State Statute to contribute 7% of their annual earnings until the maximum benefit (75 percent of final average salary) is accrued. The Town is required to contribute based on an actuarially computed amount and as provided by State Statute for each participating municipality. The actuarial method used is the entry age normal cost with part of each municipality's unfunded actuarial liability funded over a closed thirty year amortization period and the balance funded over the projected future payroll of active members. Due to large fluctuations in the contribution rates of certain municipalities, the plan has adopted a procedure which would allow a unit the option of paying a smoothed contribution rate. The smoothed contribution rate equals the previous fiscal year's contribution rate plus the greater of 2 percent or one eighth of the increase in contribution rate plus the cost of any benefit improvements. The actuarially determined contribution amount for the Town was determined as described above and was based on an actuarial valuation as of June 30, 2006.

The annual required contribution for the Town which equals the annual pension cost for the year ended June 30, 2009 was approximately \$1,503,673 for general employees. This contribution represents 12.71% of covered payroll. General municipal employees were required to contribute approximately \$828,146. This contribution represents 7.0% of covered payroll.

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 11. Defined Benefit Pension Plans (Continued)

*Trend Information*

There were no current year changes in actuarial assumptions, benefit provisions, or actuarial funding method that would significantly affect the contribution requirement. Significant actuarial assumptions and other actuarial information are presented in the following required supplemental information.

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2007	\$1,363,334	100%	\$0
2008	\$1,481,814	100%	\$0
2009	\$1,503,673	100%	\$0

Trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the State of Rhode Island's Employee Retirement System's June 30, 2007 annual financial report, which may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island. This report is the most recent report available from the State who administers the Plan.

*(b) Police and Fire Pension Plans*

*Municipal Police and Fire Pension Fund Plans*

The Town of North Kingstown participates in the Municipal Employees' Retirement System of the State of Rhode Island ("System"), an agent multiple employer defined benefit plan. The System includes a normal plan for general employees and both a normal and optional plan for police and fire personnel. All active participants as of July 1, 1996 were transferred into the Employee's Retirement System of the State of Rhode Island. All full-time police and fire personnel participate in the System.

The payroll for police and fire personnel covered by the System for the year ended June 30, 2009 was approximately \$2,688,712 and \$3,862,573, respectively. The Town wide payroll was approximately \$51,868,996.

# Town of North Kingstown, Rhode Island

## Notes to Financial Statements June 30, 2009

### 11. Defined Benefit Pension Plans (Continued)

#### *(b) Police and Fire Pension Plans (Continued)*

##### *Basis of Accounting*

The financial statements of the MERS are prepared in accordance with generally accepted accounting principles using the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded when incurred. Dividend income is recorded on the ex-dividend date. Interest income is accrued daily.

##### *Plan Description*

The following eligibility and benefit provisions are established by State Statute. The System provides the following retirement benefits to employees at or after age 55 with 10 years of service or after 25 years of service with no restriction on age:

**Police** – 2.5% of final average salary per year of service accrued after July 1, 1993 and 2% of final average salary per year of service accrued prior to July 1, 1993 with a maximum benefit of 75% of final average salary.

**Fire** – 2.5% of final average salary per year of service with a maximum benefit of 75% of final average salary.

Final average salary is the three highest consecutive years of earned salary exclusive of overtime, bonuses or severance pay. The plan also provides non-occupational disability benefits after 5 years of service, occupational disability benefits with no minimum service requirement, survivors' benefits, and certain lump sum death benefits. Employees are vested in their retirement benefits on completion of 10 years of service. Retirees' benefits are adjusted annually by 3 percent, not compounded, to allow for increases in the cost of living.

##### *Contributions Required and Contributions Made*

Police and fire personnel are required by State Statute to contribute 9% until the maximum benefit (75 percent of final average salary) is accrued. The Town is required to contribute based on an actuarially computed amount and as provided by State Statute for each participating municipality. The actuarial method used is the entry age normal cost with part of each municipality's unfunded actuarial liability funded over a closed thirty year amortization period and the balance funded over the projected future payroll of active members. Due to large fluctuations in the contribution rates of certain municipalities, the plan has adopted a procedure which would allow a unit the option of paying a smoothed contribution rate. The smoothed contribution rate equals the previous fiscal year's contribution rate plus the greater of 2 percent or one eighth of the increase in contribution rate plus the cost of any benefit improvements. The actuarially determined contribution amount for the Town was determined as described above and was based on an actuarial valuation as of June 30, 2006.

The annual required contribution for police and fire personnel for the Town which equals the annual pension cost for the year ended June 30, 2009 was approximately \$1,306,052. These contributions represent 19.55% of covered payroll for fire personnel and 20.49% for police personnel. Police and fire personnel were required to contribute approximately \$241,985 and \$347,632, respectively. This contribution represents 9% of covered payroll.

(Continued)

**Town of North Kingstown, Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

There were no current year changes in actuarial assumptions, benefit provisions, or actuarial funding method that would significantly affect the contribution requirements. Significant actuarial assumptions and other actuarial information are presented in the following required supplemental information.

**11. Defined Benefit Pension Plans (Continued)**

*(b) Municipal Police and Fire Pension Plans (Continued)*

*Trend Information*

**Municipal Police Pension Plan:**

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2007	\$508,504	100%	\$0
2008	\$508,251	100%	\$0
2009	\$584,784	100%	\$0

**Municipal Fire Pension Plan:**

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2007	\$678,432	100%	\$0
2008	\$732,751	100%	\$0
2009	\$874,286	100%	\$0

Trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the State of Rhode Island's Employee Retirement System's June 30, 2007 annual financial report, which may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island. This report is the most recent report available from the State, who administers the Plan.

**Town of North Kingstown, Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**11. Defined Benefit Pension Plans (Continued)**

The information presented in the required supplementary schedules was determined as part of the annual actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

	General Municipal Employees <u>Pension Plan</u>	Municipal Police and Fire <u>Pension Plan</u>
Valuation Date .....	6/30/07	6/30/07
Actuarial Cost Method.....	Entry Age Normal Cost	Entry Age Normal Cost
Amortization Method.....	Level Percent Closed	Level Percent Closed
Remaining Amortization Period .....	24 years	24 years
Asset Valuation Method .....	5-year Smoothed Market Value	5-Year Smoothed Market Value
Actuarial assumptions:		
Investment rate of return.....	8.25%, compounded annually	8.25%, compounded annually
Projected Salary Increases .....	4.50% - 9.00%, compounded annually	5.0% - 15.5%, compounded annually
Cost-of-living Adjustments .....	1.50% not compounded	2.00% not compounded
Inflation Adjustments.....	3.0%	3.0%
Participant Information.....	Active Employees 380	Active Employees 130
	Retirees and beneficiaries 155	Retirees and beneficiaries 71
	<u>535</u>	<u>201</u>

Note: COLA C was put into place for General Municipal Employees.  
Fire and Police have adopted COLA Plan C and 20 year optional Police and Fire Plan.

# Town of North Kingstown Rhode Island

## Notes to Financial Statements June 30, 2009

### 11. Defined Benefit Pension Plans (Continued)

#### (c) *Teacher's Pension Plan*

All North Kingstown School Department certified school personnel participate in the Employees' Retirement System of the State of Rhode Island ("System"), a cost-sharing multiple-employer defined benefit plan. The payroll for employees covered by the System for the year ended June 30, 2009 was approximately \$26,302,716, which consisted of approximately \$781,013 for employees charged to federal programs and approximately \$25,521,703 for all other employees. The School Department's total payroll was approximately \$35,628,635. The Town wide payroll for the year ended June 30, 2009 was approximately \$51,868,996.

#### *Plan Description*

The following eligibility and benefit provisions are established by State Statute. All North Kingstown School Department certified school personnel are eligible to participate in the System if they are certified by the Board of Regents, engaged in teaching as principal occupation, and are regularly employed on at least a half time basis. Employees who retire at or after age 60 with 10 years of credited service or after 28 years of credited service regardless of age are entitled to a retirement benefit. The retirement benefit is equal to 1.7 percent of their final average salary for each year of credited service up to 10 years, plus 1.9 percent of their final average salary in excess of 10 years through 20 years, plus 3.0 percent of their final average salary in excess of 20 years up to the 34th year of service, plus 2.0 percent of their final average salary for the 35th year, up to a maximum benefit of 80 percent of their final average salary. Final average salary is the three highest consecutive years of earned salary exclusive of overtime, bonuses, or severance pay. Employees are vested in their retirement benefits on completion of 10 years of service. Retirees' benefits are adjusted annually by 3 percent compounded to allow for increases in cost of living. Cost of living adjustments begin on the January 1st following the third anniversary of an employee's retirement. There were no changes in the method, and assumptions in the June 30, 2006 actuarial valuation to determine plan cost. The System also provides death and disability benefits. The System also provides pre-retirement benefits at a minimum of 17% of salary for non-occupational disabilities after 5 years of service and at 67% of salary for occupational disabilities regardless of service. Surviving spouses are also eligible for both pre and post-retirement benefits with minimum amounts established under varying circumstances.

#### *Funding Policy*

Rhode Island general laws set the contribution rates for participating plan employees at 9.5% of salary. Annual contributions by both employers and the State on behalf of those employees are determined by actuaries and assessed as a percentage of participants' payroll. The School Department was required to contribute 11.89%, 13.04%, and 11.62% for all full-time employees for fiscal years 2009, 2008, and 2007, respectively. The required contributions include (a) normal costs; (b) payments to amortize the unfunded frozen actuarial accrued liability as of July 1, 1985 over 30 years; and (c) interest on the unfunded frozen actuarial liability. Normal cost is determined using the entry age normal cost method with frozen initial liability. A variety of significant actuarial assumptions are used and these assumptions are summarized below:

- (a) **Mortality** – 1994 Uninsured Pensioner mortality tables.
- (b) **Investment return** – 8.25 percent, compounded annually.
- (c) **Salary increase** - Salaries will increase at a rate of 4.25 – 16.75 percent, compounded annually.
- (d) **Retirement age** - Teachers are assumed to retire at the later of age 61 or completion of the service requirements.

(Continued)

**Town of North Kingstown Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**11. Defined Benefit Pension Plans (Continued)**

(c) *Teacher's Pension Plan (Continued)*

*Funding Policy (Continued)*

- (e) **Cost of living adjustments** – 3.0 percent compounded annually beginning on the January 1st following a participant’s third anniversary of retirement.
- (f) **Inflation rate** – 3.0 percent

As prescribed by Rhode Island general law, the State pays the entire portion of the annual required contribution attributable to the costs of contributions deferred by the State in prior years plus 40% of contributions assessed to employers on payroll not reimbursable through Federal programs. For fiscal year 2009, actuarial required contributions were 20.07% of the participant’s salary. This resulted in a contribution paid by the State on behalf of the School Department totaling \$2,188,350 for the fiscal year ended June 30, 2009.

The School Department does not have any investments or related party investments with the State Plan. The School Department’s contribution represented 2.70 percent of total contributions required of all participating entities.

The amounts contributed to the plan are as follows:

<u>Years Ending June 30,</u>	<u>Employee</u>	<u>Town’s Portion of Annual Required Contributions</u>	<u>Percentage Contributed</u>
2009	\$2,498,771	\$3,189,857	100%
2008	\$2,427,871	\$3,201,667	100%
2007	\$2,374,457	\$2,844,910	100%

In accordance with GASB 27, “Accounting for Pensions by State and Local Governmental Employers,” the School Department has determined that there is no net pension obligation relating to the funding requirements of the plan.

Trend information showing the System’s progress in accumulating sufficient assets to pay benefits when due is presented in the State of Rhode Island’s Employee Retirement System’s June 30, 2006 annual financial report, which may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island. This report is the most recent report available from the State who administers the Plan.

(Continued)

# Town of North Kingstown Rhode Island

## Notes to Financial Statements June 30, 2009

### 12. Other Post Employment Benefit Obligations (OPEB)

In addition to the pension benefits described in Note 11, the Town provides post employment benefits (health insurance) in accordance with union contracts and Town personnel policies. These benefits, by employee group, are described below.

Type of Coverage:

- a. Plan Types: Fully insured Medical  
Prescription Drug contribution for Municipal Union employees
- b. Eligibility: Firefighters and Policemen: Age 55 and 10 years of service or 20  
years of service.  
  
Municipal Employees (Local 1033): Age 58 and 20 years of service  
or 30 years of service.  
  
Others: Age 58 and 10 years of service or 30 years of service.
- c. Benefit/Cost Sharing: Firefighters: Retiree pays 15% of premium until eligible for Medicare.  
  
Policemen: Town pays all until eligible for Medicare.  
  
Municipal Employees (Local 1033):  
  
Retiree pays 20% of premium (0% if hired prior to 4/1/2002) up to the "cap", plus 50% of the premium in excess of the "cap". Effective March 1, 2008, the "cap" is \$13,980 per year for family coverage and \$5,280 per year for individual coverage.  
  
Town contributes \$1,680 (effective July 1, 2007) per year toward prescription drug coverage.  
  
Town provides Medicare Supplemental Coverage for life upon becoming eligible for Medicare.  
  
Nonunion Employee: Town pays all. Town provides Medicare Supplemental Coverage for life upon becoming eligible for Medicare.  
  
School Employees: Retirees pay 100% premium. Coverage until Medicare eligible.
- d. Spouse Benefit: Yes
- e. Surviving Spouse Benefit: No
- f. Annual Premiums: Varies by plan, see plan provision section

(Continued)

# Town of North Kingstown Rhode Island

## Notes to Financial Statements June 30, 2009

### 12. Other Post Employment Benefit Obligations (OPEB) (Continued)

<u>Annual OPEB Cost</u>	<u>Year ended June 30, 2009</u>
Normal cost	\$2,290,415
Amortization of UAL	-
Interest	-
Annual Required Contribution (expense)	2,290,415
Contributions made during year	(941,768)
Net OPEB obligation at beginning of year	-
Net OPEB obligation at end of year	\$1,348,647

Town contributions to the plan for the year ended June 30, 2009 represented 41% of annual OPEB expense. The difference represents the Town's OPEB obligation to the plan and has been accrued as an expense in the government-wide financial statements.

The required supplementary information which follows the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Listed below are the details of the funding progress of the OPEB obligation with a valuation date of July 1, 2007, which is the most recent report available from the actuary who values this plan.

- Actuarial value of assets - \$0
- Actuarial accrued liability - \$25,294,765
- Unfunded actuarial accrued liability - (\$25,294,765)
- Funded ratio - 0%
- Annual covered payroll - N/A
- UAAL as percentage of payroll - N/A

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information on page 58 will, over time, present multi-year trend information about whether the actuarial value of plan assets (none at present) is increasing or decreasing relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (as understood by the employees and management) and include the type of benefit provided at the time of each valuation. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The following assumptions were made:

- Funding interest rate - 4.5%
- Ultimate Trend Rate - 5.0%
- Actuarial Cost Method - Entry Age Normal
- The remaining amortization period at May 31, 2008 - 29 years
- 2007 Medical Trend Rate - 10%
- Year ultimate trend rate reached - 2012

(Continued)

**Town of North Kingstown Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**12. Other Post Employment Benefit Obligations (OPEB) (Continued)**

**Employee Counts**

		<i>As of July 1, 2007</i>		
		<u>Actives</u>	<u>Retirees</u>	<u>Total</u>
Firefighters	Male	65	21	86
	Female	<u>2</u>	<u>0</u>	<u>2</u>
	Total	67	21	88
Police	Male	42	28	70
	Female	<u>1</u>	<u>0</u>	<u>1</u>
	Total	43	28	71
Local 1033	Male	34	1	35
	Female	<u>33</u>	<u>3</u>	<u>36</u>
	Total	67	4	71
Non-Union	Male	13	19	32
	Female	<u>11</u>	<u>28</u>	<u>39</u>
	Total	24	47	71
School	Male	135	9	144
	Female	<u>435</u>	<u>42</u>	<u>477</u>

**13. Summary Disclosure of Significant Contingencies and Commitments**

*Litigation*

During the ordinary course of its operations, the Town is a party to various claims, legal actions and complaints, and adequately provides for losses and accrues liabilities for losses when they are both probable and can be reasonably estimated.

*Commitments*

The Town has a \$900,000 available line of credit from the Rhode Island Clean Water Finance Agency for the Community Septic System Loan Program. The balance on the entire line of credit was drawn down at June 30, 2009.

(Continued)

# Town of North Kingstown Rhode Island

## Notes to Financial Statements June 30, 2009

### 13. Summary Disclosure of Significant Contingencies and Commitments (Continued)

*Commitments (Continued)*

The Town of North Kingstown had several outstanding construction and technology projects as of June 30, 2009. These projects are evidenced by contractual commitments with contractors and include:

FUND/PROJECT	SPENT TO DATE	COMMITMENT REMAINING	FUNDING FUNDING SOURCE(S)
Network Core Upgrades	\$ -	\$ 28,000	General Fund, Operating Budget
Fingerprint System	27,600	15,600	General Fund, Operating Budget
Development Transfer Rights Policy Update	15,000	25,000	General Fund, Operating Budget
Impact Fee Study	9,500	4,500	General Fund, Operating Budget
Wickford Sewer Extention Study	1,400	11,100	General Fund, Operating Budget
Window and External Repairs at Town Hall & Annex	123,927	107,708	Town Capital Reserve Funds
	18,921	16,444	State Grants
	-	6,959	General Fund, Operating Budget
Window/Door Replacement, Asbestos Removal at Four Schools	1,236,585	-	\$9M School Bond
Life Safety Modificatons at Four Schools	4,575,025	223,990	\$9M School Bond
Main Street Improvements	63,553	84,539	Town Capital Reserve Funds
	467,490	527,655	State Grants
	110,391	124,597	\$ 6M Public Facilities Bond
Architectual Design New Senior Center	394,740	39,825	\$4M Senior Center Complex Bond
Construction of New Senior Center	1,233,936	2,560,105	\$4M Senior Center Complex Bond
		49,507	Town Capital Reserve Funds
Renovation of Public Safety Complex	3,584,375	238,195	\$4.5M Public Facilities Bond
	1,576,224	280,299	Town Capital Reserve Funds
	499,053	67,511	\$6M Public Facilities Bond
Construction of New Fire Station #5	1,267,810	61,490	\$4.5M Public Facilities Bond
	-	37,274	Town Capital Reserve Funds
	-	4,936	General Fund, Operating Budget
Radio Alarm Reporting System	-	36,055	\$4.5M Public Facilities Bond
Video Surveillance and Phone System	75,211	60,993	\$4.5M Public Facilities Bond
Custom Radio Consoles	32,625	77,671	\$4.5M Public Facilities Bond
Allen Harbor Bulkhead Design Reconstruction	27,650	-	Quonset/Davisville Rec Fund, Operating Budget
Dredging of Allen Harbor Channel	5,600	6,920	Quonset/Davisville Rec Fund, Operating Budget
Golf Course Irrigation Design	105,084	1,916	Q/D Recreation Fund, Capital Reserve
	37,001	2,999	Q/D Recreation Fund, Operating Budget
	-	4,000	General Fund, Operating Budget
Water System Upgrades for Highway/Bridge Construction	294,495	64,176	Water Fund, Operating Budget
Utility Trench Patching	4,012	13,879	Water Fund, Operating Budget
Construction of New Well 11	426,230	23,108	Water Fund, Operating Budget
	384,785	20,454	Water Fund, Capital Reserve
Rehabilitation of Emergency Meter Vault Between No Kingstown & Kent County Water.	46,553	35,847	Water Fund, Operating Budget
	40,657	11,743	Water Fund, Capital Reserve
Storage Tank Design and Standpipe Improvements	178,334	89,690	Water Fund, Operating Budget
	139,311	38,505	Water Fund, Operating Budget
Lead Abatement at 3 Water Tank Sites	335,320	-	Water Fund, Operating Budget
Hydraulic Model Update	35,025	2,975	Water Fund, Operating Budget
Infrastructure Replacement Plan Update	-	50,000	Water Fund, Operating Budget
	-	29,850	Water Fund, Capital Reserve
<b>Grand Totals</b>	<b>\$ 17,373,423</b>	<b>\$ 5,086,015</b>	

(Continued)

# Town of North Kingstown Rhode Island

## Notes to Financial Statements June 30, 2009

### 13. Summary Disclosure of Significant Contingencies and Commitments (Continued)

#### *Grants*

The Town has received federal and state grants for specific purposes that are subject to audit by the grantors or their representatives. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Town officials believe such disallowances, if any, would be immaterial.

### 14. Deferred Compensation Plan

The Town offers its municipal employees a deferred compensation plan established in accordance with the provisions of Internal Revenue Code Section 457. The Plan, available to certain municipal employees, permits the deferral of a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

During the year ended June 30, 2000, the Town implemented the Governmental Accounting Standards Board, Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan*. All assets and income of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. As a result, deferred compensation investments and the respective liability have been removed from the Town's financial statements.

### 15. Self-Insurance Activities

The Town, on July 1, 1992, adopted the provisions of the Governmental Accounting Standards Board Statement 10 (GASB 10) and has classified its self-insurance activities as Internal Service Funds. These activities (subject to the stop/loss insurance provisions explained below) have included the financing of workers' compensation and property damage losses on behalf of all Town departments. The Town's Finance Department oversees the self-insurance program, and a consultant is used to administer the claims of the workers' compensation fund.

Effective January 1, 1999, the Town switched to a premium-basis insurance coverage plan for workers' compensation. Effective September 1, 2001, the Town switched to a premium-basis insurance coverage for property damage.

For self-insured worker's compensation activities, individual Town funds/departments were charged a "premium" based on actuarial studies considering historical claims experience, projected payroll levels, administration costs, and projected insurance industry inflation rates. Assessments for property damage were based upon estimates of liability for uninsured losses to be incurred by the Town as a whole, apportioned to individual funds based on historical experience. Billings from the Workers' Compensation and Property Damage funds for the fiscal year ended June 30, 2009 were \$0.

There have been no reductions in insurance coverage from coverage in the previous year and settlements have not exceeded insurance coverage since 2001.

**Town of North Kingstown Rhode Island**

**Notes to Financial Statements  
June 30, 2009**

**15. Self-Insurance Activities (Continued)**

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. Changes in the balances of claims liabilities during the past two fiscal years are as follows:

	<b>June 30, 2009</b>			<b>June 30, 2008</b>		
	Workers' Compensation Fund	Property Damage Fund	<u>Total</u>	Workers' Compensation Fund	Property Damage Fund	<u>Total</u>
of						
fiscal year				\$ 50,000	\$ -	\$ 50,000
Incurred claims (including IBNR's)						
Cancellation of unpaid claim payments				(50,000)		(50,000)
 fiscal year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Other types of insurance coverage purchased through the Rhode Island Interlocal Risk Management Trust and private insurers are as follows: Property including blanket Buildings and Contents, Flood and Earthquake, Business Interruptions, Auto Physical Damage, Valuable papers, EDP Media and Equipment, Crime and Employee Dishonesty, Comprehensive General Liability, Automotive Liability, Uninsured Motorist, Medical Payments, Police Professional Liability, Medical Service Providers' Liability, Employee Benefit Liability, Public Officials' Liability, School Board Liability, Marina Operators, and Accidental Death Police and Fire including volunteers and community service personnel.

There have been no significant reductions in insurance coverage during the year ended June 30, 2009 as compared to the previous year. The claims incurred did not exceed insurance coverage this year.

**16. Restatement**

Net assets at June 30, 2008 have been restated due to capital assets changes and a change in fund types utilized in last year's issued financial statements. The details of the restatements and impact on net assets are as follows:

**Government-wide Financial Statements**

Net assets at June 30, 2008, as originally stated .....	\$67,696,084
Understatement of capital assets for government-wide activities.....	2,138,968
Understatement of fund balance due to error.....	2,819
Overstatement of fund balance due to change in fund type under the Uniform Chart of Accounts .....	<u>(91,546)</u>
<b>Net assets at June 30, 2008, as restated.....</b>	<b><u>\$69,746,325</u></b>

(Continued)

# Town of North Kingstown Rhode Island

## Notes to Financial Statements June 30, 2009

### 17. **Pollution Remediation Obligation**

The Town is currently involved in the State of Rhode Island's Landfill Closure Program for both the Hamilton Allenton and Oak Hill Landfills. ACT Lincoln Environmental, the Town's consultant, has completed a Site Investigation Report for the Hamilton Allenton Landfill and submitted closure recommendations to the RI DEM. The highest priority recommendations include soil gas extraction and monitoring, wetland and drainage remediation, landfill cap improvements and additional groundwater monitoring. The Town still awaits comments from DEM from their site investigation recommendations submitted last year. The State's comments on the recommendations will dictate that either additional site investigation is required or a final landfill closure scope can proceed. Closure requirements established by DEM will be designed and bid for construction. Preliminary closure estimates for both landfills is estimated at \$1.650 million. A future bond referendum will be required to pay for this project and could be combined with other infrastructure improvements. Immediate and more minor remediation efforts during fiscal year 2011 and 2012 are to be funded from Town Capital Reserve.

The Town is also currently involved in the replacement of the water tank and related renovations, additions, improvements, and remediation of the Juniper Hill Facility. The Juniper Hill Tank's exterior was coated with lead based paint which has impacted the soil surrounding the tank. The estimated cost to remediate the soil and complete the project is \$718,696.

The Town has recorded the remaining liabilities and corresponding charge to expenses for this estimated cost of the remedial work in the financial statements.

### 18. **Communication Tower Rentals**

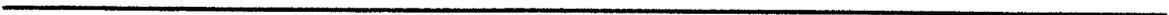
The Town leases several structures to several unrelated parties under separate operating leases. The rental revenue from leases changes on a monthly basis due to the contract agreements. Several leases are charged on a month to month basis, while there are others that are extended until various future dates. The final lease date for revenue charges under these operating leases is August 7, 2012.

### 19. **Subsequent Events**

On October 1, 2009, the Town entered into a debt agreement for a Revolving Fund Revenue Bond with the Rhode Island Clean Water Finance Agency for \$4,800,000. The bond issuance is to be utilized on the construction of a .75MG elevated water storage tank to be constructed adjacent to the existing Juniper Hill tank located off Standpipe Lane and to remediate the lead soil surrounding the existing tank.

In December 2009, the School Committee voted to eliminate the School Nutrition Fund's cumulative fund balance deficit for the 2009 fiscal year. The deficit will be funded through the School Unrestricted fund for an amount of \$340,083 as of June 30, 2009.

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THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

REQUIRED SUPPLEMENTARY INFORMATION

# **Town of North Kingstown Rhode Island**

## **Required Supplementary Information June 30, 2009**

This section presents the Schedule of Funding Progress for Pension Plan. This schedule is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board.

This section also presents budgetary comparison schedules for the Town's major funds. These schedules are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board.

# Town of North Kingstown, Rhode Island

E-1

## Required Supplementary Information June 30, 2009

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	AAL (UAAL) Funding Excess (deficit)	Funded Ratio	Covered Payroll	AAL (UAAL) Funding Excess (deficit) Percentage of Covered Payroll
<b>General municipal employees pension plan</b>						
6/30/2005	\$ 28,290,030	\$ 38,320,570	\$ (10,030,540)	73.82%	\$ 10,852,333	-92.43%
6/30/2006	\$ 30,599,354	\$ 41,733,669	\$ (11,134,315)	73.32%	\$ 11,112,424	-100.20%
6/30/2007	\$ 34,880,408	\$ 45,590,461	\$ (10,710,053)	76.51%	\$ 11,892,435	-90.06%
<b>Municipal police pension plan</b>						
6/30/2005	\$ 12,181,369	\$ 16,419,227	\$ (4,237,858)	74.19%	\$ 2,366,001	-179.11%
6/30/2006	\$ 13,126,977	\$ 16,456,886	\$ (3,329,909)	79.77%	\$ 2,370,507	-140.47%
6/30/2007	\$ 14,896,951	\$ 18,638,857	\$ (3,741,906)	79.92%	\$ 2,688,493	-139.18%
<b>Municipal firemen pension plan</b>						
6/30/2005	\$ 19,140,008	\$ 25,071,693	\$ (5,931,685)	76.34%	\$ 3,338,739	-177.66%
6/30/2006	\$ 22,133,914	\$ 24,207,502	\$ (2,073,588)	91.43%	\$ 5,212,740	-39.78%
6/30/2007	\$ 23,310,758	\$ 27,091,707	\$ (3,780,949)	86.04%	\$ 4,087,061	-92.51%
<b>Other Post Employment Benefit Obligations</b>						
7/1/2007	\$ -	\$ 25,294,765	\$ (25,294,765)	0.00%	n/a	n/a

The information included in the schedule of funding progress was obtained from the annual actuarial valuation at the date indicated.

## TOWN OF NORTH KINGSTOWN

**Schedule of Revenues and Expenditures (Non GAAP Budgetary Basis)**  
**Budget and Actual**  
**(Unaudited)**

**General Fund**  
**Year Ended June 30, 2009**

Revenues:	Originally Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance Positive (Negative)
Property Tax	\$ 64,250,867	\$ 64,250,867	\$ 64,310,326	\$ 59,459
Intergovernmental	4,526,078	4,159,078	4,020,209	(138,869)
Licenses & Permits	471,761	471,761	428,107	(43,654)
Investment Income	900,000	617,000	429,061	(187,939)
Departmental	2,544,379	1,849,519	1,875,630	26,111
Other	35,000	35,000	50,165	15,165
Total Revenues	72,728,085	71,383,225	71,113,498	(269,727)
Expenditures:				
Town Council	121,770	134,771	123,969	10,802
Town Manager	206,298	206,298	202,922	3,376
Town Clerk & Elections	657,538	641,279	587,018	54,261
Town Solicitor	254,400	300,660	300,660	-
Finance	522,870	522,870	515,732	7,138
Information Systems	201,152	201,152	192,791	8,361
Assessor	246,958	246,958	243,182	3,776
Planning	311,463	311,461	308,808	2,653
General Operating	2,308,526	2,357,526	2,314,640	42,886
Code Enforcement	320,918	320,918	272,497	48,421
Fire	7,959,167	7,945,167	7,760,643	184,524
Police, Harbor & Animal Control	6,068,917	6,071,917	5,994,458	77,459
Public Works	4,561,266	4,427,365	4,270,003	157,362
Recreation	306,522	306,522	306,343	179
Senior Citizens	354,466	372,466	371,231	1,235
Contributiions	89,254	89,254	89,254	-
Total Expenditures	24,491,485	24,456,584	23,854,151	602,433
Excess of revenues over expenditures	48,236,600	46,926,641	47,259,347	332,706
Other financing sources (uses):				
Transfers from fund balance	-	650,000	650,000	-
Transfers in	433,871	1,128,731	1,128,251	(480)
Transfers out	(48,670,471)	(48,705,372)	(48,705,372)	-
Net other financing sources (uses)	(48,236,600)	(46,926,641)	(46,927,121)	(480)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ (0)	\$ 332,226	\$ 332,226

**TOWN OF NORTH KINGSTOWN**

**Schedule of Revenues and Expenditures (Non GAAP Budgetary Basis)  
Budget and Actual  
(Unaudited)**

**School Unrestricted Fund  
Year Ended June 30, 2009**

Revenues:	Originally Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance Positive (Negative)
State Aid	\$ 12,380,673	\$ 12,380,673	\$ 10,781,370	\$ (1,599,303)
Tuition	2,117,597	2,117,597	2,380,751	263,154
Miscellaneous	127,635	127,635	190,556	62,921
Total Revenues	<u>14,625,905</u>	<u>14,625,905</u>	<u>13,352,677</u>	<u>(1,273,228)</u>
Expenditures:				
Education	<u>57,562,528</u>	<u>57,622,165</u>	<u>55,214,592</u>	<u>2,407,573</u>
Total Expenditures	<u>57,562,528</u>	<u>57,622,165</u>	<u>55,214,592</u>	<u>2,407,573</u>
Excess of revenues over expenditures	(42,936,623)	(42,996,260)	(41,861,915)	1,134,345
Other financing sources (uses):				
Transfers from fund balance	75,000	134,637	134,637	-
Operating transfer from Town	42,861,623	42,861,623	42,861,623	-
Transfers out			(340,083)	(340,083)
Net other financing sources (uses)	<u>42,936,623</u>	<u>42,996,260</u>	<u>42,656,177</u>	<u>(340,083)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 794,262</u>	<u>\$ 794,262</u>

## Town of North Kingstown, Rhode Island

### Notes to Required Supplementary Information June 30, 2009

#### Budgetary Process

(a) *Adoption*

The Town Manager shall submit to the Council not later than the fiftieth day preceding the 1<sup>st</sup> Wednesday in May a proposed budget of anticipated revenues and proposed expenditures after a review of estimated requirements from department heads. Town Council conducts all-day Public Work Sessions to discuss the Town Manager's Proposed Budget, which is not a Charter requirement. The Council has two weeks to give preliminary approval to the Town Manager's budget, which the Council may revise. Approximately three weeks after preliminary approval by the Council, two public hearings are held (one for school portion and one for all other budgets). After preliminary approval of the budget, any qualified elector may circulate a petition requesting that the Council increase or decrease the budget. At least 50 signatures, validated by the Board of Canvassers, are required. The Council is required to consider and vote on each valid petition. On or before the first Wednesday in May, the Council is required to make any final changes to the budget by a majority vote and consider any petitions. Following final approval, the budget is published and copies are available for the public. Following final approval by the Council, any qualified elector may circulate a petition requesting a referendum for either an increase or decrease to the total appropriation for a specific fund. Petition forms approved by the Town Clerk must be returned before the 20<sup>th</sup> day following the first Wednesday in May. Each valid petition with no less than 300 signatures along with the Council's final adopted budget is presented to the voters for a referendum vote on the second Saturday in June.

The following governmental funds have annual appropriated budgets:

- General Fund
- School Unrestricted Fund
- Library Fund
- Debt Service Fund

(b) *Budgetary to GAAP Basis Reconciliation*

The following reconciliation summarizes the difference for the Town's General Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2009:

Excess revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis)	\$ 332,226
Prior year encumbrances	(684,716)
Current year encumbrances	297,399
Prior year cancelled or voided purchase orders	40,226
Use of accumulated fund balance	(650,000)
Excess of expenditures and other sources over revenues (GAAP)	\$ (664,865)

(Continued)

**Town of North Kingstown, Rhode Island**

**Notes to Required Supplementary Information  
June 30, 2009**

*(b) Budgetary to GAAP Basis Reconciliation (Continued)*

The following reconciliation summarizes the difference for the School's Unrestricted Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2009:

Excess revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis)	\$ 1,134,345
Prior year encumbrances	(1,128,390)
Current year encumbrances	595,425
Prior year cancelled or voided purchase orders	332,593
Use of accumulated fund balance	<u>(134,637)</u>
Excess of expenditures and other sources over revenues (GAAP)	<u><u>\$ 799,336</u></u>

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THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

OTHER SUPPLEMENTARY INFORMATION



**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**NON-MAJOR GOVERNMENTAL FUNDS**

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**SPECIAL REVENUE FUNDS:**

Special Revenue Funds are used to account for revenues from specific taxes or other earmarked revenue sources which by law are designated to finance particular functions or activities of government, and which therefore cannot be diverted to other uses.

**Library Funds** - Funds established to account for State grants and operational activities of the North Kingstown Free Library. The following is a list of the Library Funds included in this section.

Willet Library Fund  
Champlin Foundation Fund  
Davisville Library Fund  
Library Fund  
Miscellaneous Library Donations

**Juniper Hill Tank Grant** – To account for monies received for engineering expenses relating to the Juniper Hill Tank

**Miscellaneous State Grants** – To account for monies received from the State for miscellaneous purposes.

**State Grants - Police Department** - To account for money received from the State for miscellaneous purposes.

**Seized & Forfeited Property Escrow** - To account for money received as the result of drug related criminal seizures and forfeitures.

**Beachwood House Senior Center Equipment Escrow** - To account for reimbursements to the Town for possible major equipment replacement expenses provided at the Beechwood House Senior Center for the operation of the Elderly Lunch Program.

**RIDEM Potowomut Pond Clean-up** - To account for funds received from the State to be used for the clean up of Potowomut Pond.

**Rhode Island Emergency Management** – To account for monies received from the State to fund State sponsored Homeland Security efforts.

**State Elderly Affairs Grant** - To account for State Department of Elderly Affairs Grant used for the purpose of providing Senior Citizens with special elderly programs.

**Land Dedication Escrow** - To account for monies received from local land developers in lieu of open space which is proportioned between education, recreation and general improvements to the community.

**State Council on the Arts Grant** – To account for monies received from the State Council on the Arts to support the advancement of arts in North Kingstown.

**RI Foundation Grant** - To account for grant monies received for various expenses relating to the RI Foundation Grant.

(Continued)

**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**NON-MAJOR GOVERNMENTAL FUNDS**

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**SPECIAL REVENUE FUNDS (CONTINUED):**

**Local Law Enforcement Block Grant** – To account for funds received from the State that allows the Police Department to provide certain stated additional services.

**Governor's Justice Commission** – To account for funds received from the Governor's Justice Commission to assist the Police Department.

**Miscellaneous Senior Citizens Grant** – To account for monies received, to be used by the Senior Citizens Department.

**Senior Center Legislative Grant** - To account for money received from the State for the Senior Citizens Center.

**Impact Fees** - To account for funds received from anyone obtaining a new building permit to offset the impact of increased population on education, recreation, and library use.

**Emergency Medical Services** - To account for funds received for payment for services provided by Fire Department Rescue Division.

**Community Development Block Grants** - To account for Federal Community Development Block Grants.

**Fire Department Legislative Grant** – To account for money received from the State to be used by the Fire Department

**Old Library Park** – To account for donations received for the renovation and upkeep of Old Library Park..

**Groundwater Education Donation** – To account for donations received by the Town to be used for Groundwater Education.

**Operation Drug Dog** – To account for money received to assist in expenditures produced from drug prevention programs.

**Special Purpose Donations** - To account for any minor miscellaneous monies received by the Town for various special purposes.

**School Department Substance Abuse Donations** - To account for donations received to be used by Working Together for Wellness, formerly the Substance Abuse Task Force.

**Tax Revaluation Reserve Fund** – To account for monies set aside for the 2004 townwide revaluation project.

**Infrastructure Replacement** – To account for monies received to be used for the replacement of the Water System Infrastructure.

**URI Septic Loan Program** – To account for a grant from URI funded by URI's EPA fine funds.

**Retirement Allowance Reserve Fund** - To account for monies set aside to pay accrued sick and vacation due upon retirement

(Continued)

**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**NON-MAJOR GOVERNMENTAL FUNDS**

---

**SPECIAL REVENUE FUNDS (CONTINUED):**

**Health Insurance Reserve** – To account for monies set aside to pay health insurance due upon retirement.

**Anne Ward Wallou Memorial Garden** - An account established as requested to the Town of North Kingstown to be used to plant and preserve a garden, in memory of Anne Ward Wallou, in Updike Park.

**Senior Citizens Center** - To account for monies received as donations for the Senior Citizens Center

**Senior Citizens Bus Gasoline Escrow** – To account for funds received to pay for special purpose transportation.

**Arts Council** - To account for monies received as donations for the Arts Council.

**Senior Outreach Escrow** - To account for donations received by the Town of North Kingstown to be used to assist elderly in need.

**Project D.A.R.E.** - To account for donations received by the Town of North Kingstown to be used for Drug Abuse Resistance Education.

**Fireworks Donation** – To account for money received as fireworks donations.

**Parade Committee** – To account for donations received to aid in defraying the expense of providing the Veteran's and Memorial Day parades.

**Leisure Services Brochure** – To account for monies received to offset the expense of printing a Leisure Services brochure.

**Community Center Maintenance** - To account for monies received for the use of the Community Center.

**Heritage Committee** - To account for funds raised by the Heritage Committee to be used for North Kingstown Community functions.

**Recreation Escrow** – To account for funds collected for Recreation activities and used to pay for those activities.

**Non Civic Detail Escrow Fund** - To account for police detail revenues and expenditures.

**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**NON-MAJOR GOVERNMENTAL FUNDS**

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**SPECIAL REVENUE FUNDS (CONTINUED):**

**School Department** - Funds established to account for federal, state, and private grant monies used for the benefit of the North Kingstown School Department. The following is a list of the School funds included in this section:

Public Law 94-142	Literacy Set-Aside
Title III - LEP	Walmart Grant
Perkins Vocational Education	COZ Education Exchange
Title I	New England Dairy and Food Council
RI Learn & Serve	RI Interscholastic League
Homeless Children & Youth	COZ Miscellaneous Donations
Medicaid	Nickelodeon
Title II	Kellogg's Nucrew Program
Title IV Drug Free Schools	RIPIN
Title V	Circle of Parents
91-142 Preschool Services	Amagen Foundation
21 <sup>st</sup> Century Learning Center	Town Substance Abuse Task Force
Target Grant	Spirit Day
Toshiba Grant	RIPIN Award #2
Uniform Chart of Account	COZ Family Center

**DEBT SERVICE FUNDS:**

The Debt Service Funds are used to account for the payment of interest and principal on all general long-term debt other than that payable from the Enterprise Funds.

**CAPITAL PROJECT FUNDS:**

The Capital Project Funds account for all resources used for the acquisition and/or construction of capital facilities by the Town, except those financed by the Enterprise Funds.

**Capital Reserve Fund** - To account for Town's capital projects.

**9M School Renovations Bond** – To account for bond monies used to finance improvements to School facilities.

**Farmland and Open Space Reserve** – To account for that portion of the realty conveyance fee set aside for preservation of farmland, undeveloped land, or open space.

**6M Public Facilities Plan Bond** - To account for the construction and renovations of various municipal facilities.

**School Capital Reserve Fund** - To account for school capital projects.

**4.5 M Public Safety Facilities** – To account for bond monies used to finance improvements to municipal public safety facilities.

**4M Senior Center Complex Fund** – To account for bond monies used to finance improvements to senior center facilities.

(Continued)

**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**NON-MAJOR GOVERNMENTAL FUNDS**

---

**PERMANENT FUNDS:**

Permanent funds are resources that are legally restricted to the extent that only earnings and not principal may be used for purposes that support the reporting government's programs – that is, for the benefit of the government or its citizenry.

**Henry Reynolds Indigent Care** - An account established to benefit the poor and needy of North Kingstown and is authorized to be used as required by the Welfare Director.

**Tri-Centennial Park** - To account for monies received in 1974 for upkeep of the Tri-Centennial Park and monument.

**400th Anniversary** - To account for monies set aside to be used in the year 2074 to fund North Kingstown's 400th Anniversary Celebration.

**Poor Funds** - To account for monies left in the wills of various Town citizens to be used for aid to the poor of North Kingstown. The following is a list of Poor Funds included in this section:

Henry Reynolds Outside  
John J. Spink Outside  
John B. Spink Outside  
Thomas Casey Outside

**Library Funds** - To account for the transfer of interest earned in these funds to the Library Fund to offset expenses. The following is a list of Library Funds included in this section:

Elizabeth Miller  
William D. Davis

**Veterans Memorial Scholarship** - Fund established to allow the expenditure of interest earned to be used for scholarships as determined by the North Kingstown Veterans Memorial Scholarship Committee.

**School Funds** - To account for monies bequested to the North Kingstown School Department to be used for various activities. The following is a list of the School Funds included in this Section:

Library  
Gardiner  
Updike  
Tennis

**Lynette Olson Memorial Fund** - Fund established to allow the expenditure of interest earned to be used for scholarships.



Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009

		SPECIAL REVENUE FUNDS					
	Willet Library Fund	Champlin Foundation Fund	Davisville Library Fund	Library Fund	Juniper Hill Tank Grant	Miscellaneous State Grants	
<b>Assets</b>							
Cash and cash equivalents	\$ 1,302	\$ 10,250	\$ 4,382	\$ 149,628	\$ -	\$ 1,073,044	
Due from other governments					66,315	97,978	
Other receivables					66,315	1,171,022	
<b>Total Assets</b>	<b>1,302</b>	<b>10,250</b>	<b>4,382</b>	<b>149,628</b>	<b>66,315</b>	<b>1,171,022</b>	
<b>Liabilities</b>							
Accounts payable				66,007		65,519	
Due to other funds					66,315	411,135	
Due to other governments							
Deferred revenue							
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>66,007</b>	<b>66,315</b>	<b>476,654</b>	
<b>Fund Balances</b>							
Capital Projects							
Special Revenue	1,302	10,250	4,382	83,621	-	694,368	
Permanent Fund							
Debt Service							
<b>Total Fund Balances</b>	<b>1,302</b>	<b>10,250</b>	<b>4,382</b>	<b>83,621</b>	<b>-</b>	<b>694,368</b>	
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,302</b>	<b>\$ 10,250</b>	<b>\$ 4,382</b>	<b>\$ 149,628</b>	<b>\$ 66,315</b>	<b>\$ 1,171,022</b>	

(Continued)

**Town of North Kingstown, Rhode Island**

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**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

SPECIAL REVENUE FUNDS										
State Grants - Police Department	Seized and Forfeited Property Escrow	Beachwood House Senior Center Equipment Escrow	RIDEM Potowomut Pond Clean-up	RI Emergency Management	State Elderly Affairs Grant					
\$ 7,018	\$ 15,352	\$ 709	\$ 4,500	\$ -	\$ -					
<u>7,018</u>	<u>15,352</u>	<u>709</u>	<u>4,500</u>	<u>-</u>	<u>-</u>					
426				72,789						
<u>426</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>72,789</u>	<u>-</u>					
6,592	15,352	709	4,500	(72,789)	-					
<u>6,592</u>	<u>15,352</u>	<u>709</u>	<u>4,500</u>	<u>(72,789)</u>	<u>-</u>					
\$ 7,018	\$ 15,352	\$ 709	\$ 4,500	\$ -	\$ -					

**Assets**

Cash and cash equivalents  
Due from other governments  
Other receivables  
*Total Assets*

**Liabilities**

Accounts payable  
Due to other funds  
Due to other governments  
Deferred revenue  
*Total Liabilities*

**Fund Balances**

Capital Projects  
Special Revenue  
Permanent Fund  
Debt Service  
*Total Fund Balances*

*Total Liabilities and Fund Balances*

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
		Land Dedication <u>Escrow</u>	State Council on the <u>Arts Grant</u>	RI Foundation <u>Grant</u>	Local Law Enforcement Block <u>Grant</u>	Governor's Justice <u>Commission</u>	Miscellaneous Senior Citizens <u>Grant</u>
	\$	89,422	\$ 10,697	\$ 3,106	\$ 358	\$ -	\$ 8,931
		<u>89,422</u>	<u>10,697</u>	<u>3,106</u>	<u>358</u>	<u>-</u>	<u>8,931</u>
<b>Assets</b>							
Cash and cash equivalents							
Due from other governments							
Other receivables							
<i>Total Assets</i>							
<b>Liabilities</b>							
Accounts payable				400			553
Due to other funds						91	
Due to other governments							
Deferred revenue							
<i>Total Liabilities</i>				400		91	553
<b>Fund Balances</b>							
Capital Projects							
Special Revenue		89,422	10,697	2,706	358	(91)	8,378
Permanent Fund							
Debt Service							
<i>Total Fund Balances</i>		<u>89,422</u>	<u>10,697</u>	<u>2,706</u>	<u>358</u>	<u>(91)</u>	<u>8,378</u>
<i>Total Liabilities and Fund Balances</i>		<u>\$ 89,422</u>	<u>\$ 10,697</u>	<u>\$ 3,106</u>	<u>\$ 358</u>	<u>\$ -</u>	<u>\$ 8,931</u>

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
	Senior Center Legislative Grant	Impact Fees	Emergency Medical Services	CDBG Grants	Fire Department Legislative Grant	Old Library Park	
<b>Assets</b>							
Cash and cash equivalents	\$ 451	\$ 84,524	\$ 5,277	\$ 86,565	\$ 2,627	\$ 2,559	
Due from other governments				353,109			
Other receivables							
<i>Total Assets</i>	451	84,524	5,277	439,674	2,627	2,559	
<b>Liabilities</b>							
Accounts payable	429		5,277				
Due to other funds				242,100			
Due to other governments				197,574			
Deferred revenue							
<i>Total Liabilities</i>	429	-	5,277	439,674	-	-	
<b>Fund Balances</b>							
Capital Projects							
Special Revenue	22	84,524	-	-	2,627	2,559	
Permanent Fund							
Debt Service							
<i>Total Fund Balances</i>	22	84,524	-	-	2,627	2,559	
<i>Total Liabilities and Fund Balances</i>	\$ 451	\$ 84,524	\$ 5,277	\$ 439,674	\$ 2,627	\$ 2,559	

(Continued)





**Town of North Kingstown, Rhode Island**

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
		Senior Citizens Bus Gasoline <u>Escrow</u>	Arts Council	Senior Outreach <u>Escrow</u>	Project Dare	Fireworks Donation	Parade Committee
<b>Assets</b>							
Cash and cash equivalents	\$	61	\$ 20,294	\$ 2,268	\$ 4,618	\$ 934	\$ 1,652
Due from other governments							
Other receivables							
<b>Total Assets</b>		<b>61</b>	<b>20,294</b>	<b>2,268</b>	<b>4,618</b>	<b>934</b>	<b>1,652</b>
<b>Liabilities</b>							
Accounts payable			1,332		339		92
Due to other funds							
Due to other governments							
Deferred revenue							
<b>Total Liabilities</b>		<b>-</b>	<b>1,332</b>	<b>-</b>	<b>339</b>	<b>-</b>	<b>92</b>
<b>Fund Balances</b>							
Capital Projects							
Special Revenue		61	18,962	2,268	4,279	934	1,560
Permanent Fund							
Debt Service							
<b>Total Fund Balances</b>		<b>61</b>	<b>18,962</b>	<b>2,268</b>	<b>4,279</b>	<b>934</b>	<b>1,560</b>
<b>Total Liabilities and Fund Balances</b>		<b>\$ 61</b>	<b>\$ 20,294</b>	<b>\$ 2,268</b>	<b>\$ 4,618</b>	<b>\$ 934</b>	<b>\$ 1,652</b>

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
		Leisure Services Brochure	Community Center Maintenance	Heritage Committee	Recreation Escrow	Non Civic Detail Escrow Fund	School Public Law 94-142
	\$	900	\$ 23,248	\$ 144	\$ 64,001	\$ (105,469)	\$ -
						23,943	217,060
						105,469	
		900	23,248	144	64,001	23,943	217,060
<b>Assets</b>							
Cash and cash equivalents							
Due from other governments							
Other receivables							
<i>Total Assets</i>							
<b>Liabilities</b>							
Accounts payable			193		20,706	23,943	7,076
Due to other funds							209,984
Due to other governments							
Deferred revenue			25,196	144			
<i>Total Liabilities</i>			25,389	144	20,706	23,943	217,060
<b>Fund Balances</b>							
Capital Projects							
Special Revenue		900	(2,141)	-	43,295	-	-
Permanent Fund							
Debt Service							
<i>Total Fund Balances</i>		900	(2,141)	-	43,295	-	-
<i>Total Liabilities and Fund Balances</i>		900	23,248	144	64,001	23,943	217,060

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

SPECIAL REVENUE FUNDS										
	School Title III LEP	Perkins Vocational Ed	School Title I	RI Learn & Serve America	Homeless Children & Youth	Medicaid				
<b>Assets</b>										
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				\$ 13,773
Due from other governments			105,062	2,219	7,878					
Other receivables		600								
<i>Total Assets</i>	-	600	105,062	2,219	7,878					13,773
<b>Liabilities</b>										
Accounts payable		600			44					13,773
Due to other funds			105,062	2,219	7,834					
Due to other governments										
Deferred revenue										
<i>Total Liabilities</i>	-	600	105,062	2,219	7,878					13,773
<b>Fund Balances</b>										
Capital Projects										
Special Revenue										
Permanent Fund										
Debt Service										
<i>Total Fund Balances</i>	-	-	-	-	-	-				-
<i>Total Liabilities and Fund Balances</i>	\$ -	\$ 600	\$ 105,062	\$ 2,219	\$ 7,878	\$ -				\$ 13,773

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
	School Title II	Title IV Drug Free Schools	School Title V	91-142 Preschool Services	21st Century Learning Center	Target Grant	
<b>Assets</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Due from other governments	39,021			5,435	23,611		
Other receivables							
<i>Total Assets</i>	<u>39,021</u>	<u>-</u>	<u>-</u>	<u>5,435</u>	<u>23,611</u>	<u>-</u>	
<b>Liabilities</b>							
Accounts payable							
Due to other funds	39,021			5,435	23,611		
Due to other governments							
Deferred revenue							
<i>Total Liabilities</i>	<u>39,021</u>	<u>-</u>	<u>-</u>	<u>5,435</u>	<u>23,611</u>	<u>-</u>	
<b>Fund Balances</b>							
Capital Projects							
Special Revenue							
Permanent Fund							
Debt Service							
<i>Total Fund Balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Total Liabilities and Fund Balances</i>	<u>\$ 39,021</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,435</u>	<u>\$ 23,611</u>	<u>\$ -</u>	

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
		Uniform Chart of Accounts	COZ Family Center	School Literacy Set-Aside	Walmart Grant	COZ Education Exchange	
<b>Assets</b>							
Cash and cash equivalents	\$ -	\$ 8,750	\$ -	\$ -	\$ 150	\$ -	
Due from other governments			3,470	27,464			
Other receivables							13,397
<b>Total Assets</b>		<b>8,750</b>	<b>3,470</b>	<b>27,464</b>	<b>150</b>	<b>13,397</b>	
<b>Liabilities</b>							
Accounts payable							
Due to other funds			3,470	27,464			13,397
Due to other governments							
Deferred revenue							
<b>Total Liabilities</b>			<b>3,470</b>	<b>27,464</b>	<b>-</b>	<b>13,397</b>	
<b>Fund Balances</b>							
Capital Projects							
Special Revenue		8,750	-	-	150	-	
Permanent Fund							
Debt Service							
<b>Total Fund Balances</b>		<b>8,750</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>-</b>	
<b>Total Liabilities and Fund Balances</b>		<b>8,750</b>	<b>3,470</b>	<b>27,464</b>	<b>150</b>	<b>13,397</b>	

(Continued)

**Town of North Kingstown, Rhode Island**

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS					
		New England Dairy and Food Council	RI Interscholastic League	School COZ Miscellaneous Donations	Nickelodeon	Kellogg's Niucrow Program	
<b>Assets</b>							
Cash and cash equivalents	\$	2,000	2,104	1,695	1,535		\$ -
Due from other governments							
Other receivables							
<i>Total Assets</i>		<u>2,000</u>	<u>2,104</u>	<u>1,695</u>	<u>1,535</u>		<u>-</u>
<b>Liabilities</b>							
Accounts payable							
Due to other funds							
Due to other governments							
Deferred revenue							
<i>Total Liabilities</i>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<b>Fund Balances</b>							
Capital Projects							
Special Revenue		2,000	2,104	1,695	1,535		-
Permanent Fund							
Debt Service							
<i>Total Fund Balances</i>		<u>2,000</u>	<u>2,104</u>	<u>1,695</u>	<u>1,535</u>		<u>-</u>
<i>Total Liabilities and Fund Balances</i>		<u>\$ 2,000</u>	<u>\$ 2,104</u>	<u>\$ 1,695</u>	<u>\$ 1,535</u>		<u>\$ -</u>

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		SPECIAL REVENUE FUNDS				
	<u>RIPIN</u>	<u>Circle of Parents</u>	<u>Amagen Foundation</u>	<u>Town Substance Abuse Task Force</u>	<u>Spirit Day</u>	<u>RIPIN Award #2</u>
<b>Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ 5,000	\$ -	\$ 2,452	\$ -
Due from other governments				2,489		
Other receivables						
<i>Total Assets</i>	-	-	5,000	2,489	2,452	-
<b>Liabilities</b>						
Accounts payable						
Due to other funds				2,489		
Due to other governments						
Deferred revenue						
<i>Total Liabilities</i>	-	-	-	2,489	-	-
<b>Fund Balances</b>						
Capital Projects						
Special Revenue			5,000		2,452	
Permanent Fund						
Debt Service						
<i>Total Fund Balances</i>	-	-	5,000	-	2,452	-
<i>Total Liabilities and Fund Balances</i>	\$ -	\$ -	\$ 5,000	\$ 2,489	\$ 2,452	\$ -

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

DEBT SERVICE		CAPITAL PROJECT FUNDS							
		FY 2005 Refunding	Capital Reserve	9M School Renovations Bond	Farmland & Open Space Reserve	6M Public Facilities Plan Bond	School Capital Reserve Fund		
\$	14,984	\$	1,534,637	\$	313,541	\$	563,748	\$	1,245,847
	14,984		1,534,637		313,541		563,748		1,245,847
<b>Assets</b>									
	Cash and cash equivalents								
	Due from other governments								
	Other receivables								
	<i>Total Assets</i>								
<b>Liabilities</b>									
	Accounts payable								
	Due to other funds								
	Due to other governments								
	Deferred revenue								
	<i>Total Liabilities</i>								
<b>Fund Balances</b>									
	Capital Projects								
	Special Revenue								
	Permanent Fund								
	Debt Service								
	<i>Total Fund Balances</i>								
\$	14,984	\$	1,534,637	\$	313,541	\$	563,748	\$	1,245,847
	14,984		1,534,637		313,541		563,748		1,245,847
	14,984		1,534,637		313,541		563,748		1,245,847

(Continued)



**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

		PERMANENT FUNDS					
	John J. Spink Outside <u>Poor Fund</u>	John B. Spink Outside <u>Poor Fund</u>	Thomas Casey Outside <u>Poor Fund</u>	Elizabeth Miller Library <u>Fund</u>	William D. Davis Library <u>Fund</u>	Veterans Memorial <u>Scholarship</u>	
\$	21,028	\$ 5,257	\$ 2,182	\$ 2,001	\$ 5,004	\$ 6,849	
	<u>21,028</u>	<u>5,257</u>	<u>2,182</u>	<u>2,001</u>	<u>5,004</u>	<u>6,849</u>	
<b>Assets</b>							
	Cash and cash equivalents						
	Due from other governments						
	Other receivables						
	<i>Total Assets</i>						
<b>Liabilities</b>							
	Accounts payable						
	Due to other funds						
	Due to other governments						
	Deferred revenue						
	<i>Total Liabilities</i>						
<b>Fund Balances</b>							
	Capital Projects						
	Special Revenue						
	Permanent Fund						
	Debt Service						
	<i>Total Fund Balances</i>						
\$	21,028	\$ 5,257	\$ 2,182	\$ 2,001	\$ 5,004	\$ 6,849	
	<u>21,028</u>	<u>5,257</u>	<u>2,182</u>	<u>2,001</u>	<u>5,004</u>	<u>6,849</u>	
\$	21,028	\$ 5,257	\$ 2,182	\$ 2,001	\$ 5,004	\$ 6,849	
	<u>21,028</u>	<u>5,257</u>	<u>2,182</u>	<u>2,001</u>	<u>5,004</u>	<u>6,849</u>	

(Continued)

**Town of North Kingstown, Rhode Island**

F-1

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2009**

PERMANENT FUNDS						
	Hendrick Library Fund	Gardiner Fund	Updike Fund	Tennis Fund	Lynette Olson Memorial Fund	Grand Totals
<b>Assets</b>						
Cash and cash equivalents	\$ 8,603	\$ 5,689	\$ 4,172	\$ 268	\$ 4,774	\$ 9,190,551
Due from other governments						1,883,805
Other receivables						299,753
<i>Total Assets</i>	<u>8,603</u>	<u>5,689</u>	<u>4,172</u>	<u>268</u>	<u>4,774</u>	<u>11,374,109</u>
<b>Liabilities</b>						
Accounts payable						214,371
Due to other funds						1,559,006
Due to other governments						-
Deferred revenue						222,914
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,996,291</u>
<b>Fund Balances</b>						
Capital Projects						5,862,321
Special Revenue						3,403,954
Permanent Fund	8,603	5,689	4,172	268	4,774	96,559
Debt Service						14,984
<i>Total Fund Balances</i>	<u>8,603</u>	<u>5,689</u>	<u>4,172</u>	<u>268</u>	<u>4,774</u>	<u>9,377,818</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 8,603</u>	<u>\$ 5,689</u>	<u>\$ 4,172</u>	<u>\$ 268</u>	<u>\$ 4,774</u>	<u>\$ 11,374,109</u>

(Concluded)

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS					
	Willet Library Fund	Champlin Foundation Fund	Davisville Library Fund	Library Fund	Juniper Hill Tank Grant	Miscellaneous State Grants
Revenues						
Interest and investment income	\$ -	\$ 125	\$ -	\$ -	\$ -	\$ -
Intergovernmental	25,028	15,000	17,528	219,815	66,315	1,217,550
Departmental				41,762		
Other						179,360
<i>Total Revenues</i>	<u>25,028</u>	<u>15,125</u>	<u>17,528</u>	<u>261,577</u>	<u>66,315</u>	<u>1,396,910</u>
Expenditures						
General government		5,200				301,452
Public safety						
Public works					61,896	
Per trust agreements						
Education						
Public libraries	23,726		13,146	1,352,946		
Senior services						
Capital and special appropriations						520,440
<i>Total Expenditures</i>	<u>23,726</u>	<u>5,200</u>	<u>13,146</u>	<u>1,352,946</u>	<u>61,896</u>	<u>821,892</u>
<i>Excess of revenues over expenditures before transfers</i>	1,302	9,925	4,382	(1,091,369)	4,419	575,018
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in				1,102,538		
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,102,538</u>	<u>-</u>	<u>-</u>
Excess of revenues and expenditures	1,302	9,925	4,382	11,169	4,419	575,018
Fund balance, beginning of year	-	325	-	72,452	(4,419)	119,350
Fund balance, end of year	\$ 1,302	\$ 10,250	\$ 4,382	\$ 83,621	\$ -	\$ 694,368

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
 Non-Major Governmental Funds  
 Year Ended June 30, 2009

		SPECIAL REVENUE FUNDS					
		Seized and Forfeited Property Escrow	Beachwood House Senior Center Equipment Escrow	RIDEM Potowomut Pond Clean-up	RI Emergency Management	State Elderly Affairs Grant	
Revenues							
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Intergovernmental	14,894				105,813	9,234	
Departmental							
Other		10,050					
<i>Total Revenues</i>	14,894	10,050	-	-	105,813	9,234	
Expenditures							
General government		7,090			105,029		
Public safety	20,268						
Public works							
Per trust agreements							
Education							
Public libraries							
Senior services						5,878	
Capital and special appropriations							
<i>Total Expenditures</i>	20,268	7,090	-	-	105,029	5,878	
<i>Excess of revenues over expenditures before transfers</i>	(5,374)	2,960	-	-	784	3,356	
Other Financing Sources (Uses)							
Proceeds from bond issuance							
Transfers in							
Transfers out							
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-	
Excess of revenues and expenditures	(5,374)	2,960	-	-	784	3,356	
Fund balance, beginning of year	11,966	12,392	709	4,500	(73,573)	(3,356)	
Fund balance, end of year	\$ 6,592	\$ 15,352	\$ 709	\$ 4,500	\$ (72,789)	\$ -	

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS					
	Land Dedication Escrow	State Council on the Arts Grant	RI Foundation Grant	Local Law Enforcement Block Grant	Governor's Justice Commission	Miscellaneous Senior Citizens Grant
Revenues						
Interest and investment income	\$ 1,167	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental						13,600
Departmental						
Other			5,000			
<i>Total Revenues</i>	<u>1,167</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>13,600</u>
Expenditures						
General government			3,109			
Public safety						
Public works						
Per trust agreements						
Education						
Public libraries						
Senior services						5,222
Capital and special appropriations						
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>3,109</u>	<u>-</u>	<u>-</u>	<u>5,222</u>
<i>Excess of revenues over expenditures before transfers</i>	<u>1,167</u>	<u>-</u>	<u>1,891</u>	<u>-</u>	<u>-</u>	<u>8,378</u>
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and expenditures	<u>1,167</u>	<u>-</u>	<u>1,891</u>	<u>-</u>	<u>-</u>	<u>8,378</u>
Fund balance, beginning of year	<u>88,255</u>	<u>10,697</u>	<u>815</u>	<u>358</u>	<u>(91)</u>	<u>-</u>
Fund balance, end of year	<u>\$ 89,422</u>	<u>\$ 10,697</u>	<u>\$ 2,706</u>	<u>\$ 358</u>	<u>\$ (91)</u>	<u>\$ 8,378</u>

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
 Non-Major Governmental Funds  
 Year Ended June 30, 2009

		SPECIAL REVENUE FUNDS				
	Senior Center Legislative Grant	Impact Fees	Emergency Medical Services	CDBG Grants	Fire Department Legislative Grant	Old Library Park
Revenues						
Interest and investment income	\$ -	\$ 991	\$ 1,419	\$ -	\$ -	\$ 33
Intergovernmental	3,000	83,533	485,671	452,133		
Departmental			890			
Other						
<i>Total Revenues</i>	3,000	84,524	487,980	452,133	-	33
Expenditures						
General government			24,346	452,133		
Public safety						
Public works						
Per trust agreements						
Education						
Public libraries						
Senior services	2,671					
Capital and special appropriations						
<i>Total Expenditures</i>	2,671	-	24,346	452,133	-	-
<i>Excess of revenues over expenditures before transfers</i>	329	84,524	463,634	-	-	33
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out		(51,386)	(463,543)			
<i>Total Other Financing Sources (Uses)</i>	-	(51,386)	(463,543)	-	-	-
Excess of revenues and expenditures	329	33,138	91	-	-	33
Fund balance, beginning of year	(307)	51,386	(91)	-	2,627	2,526
Fund balance, end of year	\$ 22	\$ 84,524	\$ -	\$ -	\$ 2,627	\$ 2,559

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS						
	Groundwater Education Donation	Miscellaneous Library Donations	Operation Drug Dog	Special Purpose Donations	School Department Substance Abuse Donations	Tax Revaluation Reserve Fund	
Revenues							
Interest and investment income	\$ -	\$ 108	\$ -	\$ -	\$ -	\$ -	15
Intergovernmental							
Departmental		3,585					
Other		100					
<i>Total Revenues</i>	-	3,793	-	8,298	-	8,298	15
Expenditures							
General government	225			12,931			
Public safety							
Public works							
Per trust agreements							
Education		2,851		2,977	1,221		
Public libraries							
Senior services							
Capital and special appropriations							
<i>Total Expenditures</i>	225	2,851	-	15,908	1,221	-	
<i>Excess of revenues over expenditures before transfers</i>	(225)	942	-	(7,610)	(1,221)		15
Other Financing Sources (Uses)							
Proceeds from bond issuance							
Transfers in							
Transfers out							
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-	-
Excess of revenues and expenditures	(225)	942	-	(7,610)	(1,221)		15
Fund balance, beginning of year	385	6,830	2,437	24,405	4,476		1,115
Fund balance, end of year	\$ 160	\$ 7,772	\$ 2,437	\$ 16,795	\$ 3,255	\$	1,130

Town of North Kingstown, Rhode Island

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
 Non-Major Governmental Funds  
 Year Ended June 30, 2009

	SPECIAL REVENUE FUNDS						
	Infrastructure Replacement	URI Septic Loan Program	Retirement Allowance Reserve Fund	Health Insurance Reserve	Ann Ward Wallou Memorial Garden	Senior Citizens Center	
Revenues							
Interest and investment income	\$ 1,365	\$ 1,549	\$ 14,905	\$ 15,897	\$ -	\$ -	
Intergovernmental	198,452						
Departmental					657		64,433
Other							64,433
<i>Total Revenues</i>	199,817	1,549	14,905	15,897	657		64,433
Expenditures							
General government			1,500				
Public safety							
Public works		7,500			1,959		
Per trust agreements			355,862				
Education							
Public libraries							72,061
Senior services							
Capital and special appropriations							
<i>Total Expenditures</i>	-	7,500	355,862	1,500	1,959		72,061
<i>Excess of revenues over expenditures before transfers</i>	199,817	(5,951)	(340,957)	14,397	(1,302)		(7,628)
Other Financing Sources (Uses)							
Proceeds from bond issuance							
Transfers in	(226,634)						
Transfers out	(226,634)	-	-	-	-	-	-
<i>Total Other Financing Sources (Uses)</i>	(226,634)	-	-	-	-	-	-
Excess of revenues and expenditures	(26,817)	(5,951)	(340,957)	14,397	(1,302)		(7,628)
Fund balance, beginning of year	79,458	117,822	1,239,967	1,235,317	401		24,405
Fund balance, end of year	\$ 52,641	\$ 111,871	\$ 899,010	\$ 1,249,714	\$ (901)	\$	16,777

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS					
	Senior Citizens Bus Gasoline Escrow	Arts Council	Senior Outreach Escrow	Project Date	Fireworks Donation	Parade Committee
Revenues						
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental						
Departmental						
Other		25,455	3,525			500
<i>Total Revenues</i>	-	25,455	3,525	-	-	500
Expenditures						
General government		15,338		342		149
Public safety						
Public works						
Per trust agreements						
Education						
Public libraries			2,964			
Senior services						
Capital and special appropriations						
<i>Total Expenditures</i>	-	15,338	2,964	342	-	149
<i>Excess of revenues over expenditures before transfers</i>	-	10,117	561	(342)	-	351
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-
Excess of revenues and expenditures	-	10,117	561	(342)	-	351
Fund balance, beginning of year	61	8,845	1,707	4,621	934	1,209
Fund balance, end of year	\$ 61	\$ 18,962	\$ 2,268	\$ 4,279	\$ 934	\$ 1,560

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS					
	Leisure Services Brochure	Community Center Maintenance	Heritage Committee	Recreation Escrow	Non Civic Detail Escrow Fund	School Public Law 94-142
Revenues						
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental					762,370	1,205,612
Departmental				232,797		
Other		284				
<i>Total Revenues</i>	-	284	-	232,797	762,370	1,205,612
Expenditures						
General government		2,425		227,657	505,280	
Public safety						
Public works						
Per trust agreements						
Education						1,205,612
Public libraries						
Senior services						
Capital and special appropriations						
<i>Total Expenditures</i>	-	2,425	-	227,657	505,280	1,205,612
<i>Excess of revenues over expenditures before transfers</i>	-	(2,141)	-	5,140	257,090	-
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out					(231,317)	
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	(231,317)	-
Excess of revenues and expenditures	-	(2,141)	-	5,140	25,773	-
Fund balance, beginning of year	900	-	-	38,155	(25,773)	-
Fund balance, end of year	\$ 900	\$ (2,141)	\$ -	\$ 43,295	\$ -	\$ -

(Continued)

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

		SPECIAL REVENUE FUNDS					
	School Title III LEP	School Perkins Vocational Ed	School Title I	RI Learn & Serve America	Homeless Children & Youth	School Medicaid	
Revenues							
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Intergovernmental	7,263	33,555	583,640	15,528	68,902	667,889	
Departmental							
Other							
<i>Total Revenues</i>	<u>7,263</u>	<u>33,555</u>	<u>583,640</u>	<u>15,528</u>	<u>68,902</u>	<u>667,889</u>	
Expenditures							
General government							
Public safety							
Public works							
Per trust agreements							
Education	7,263	33,555	583,640	15,528	68,902	667,889	
Public libraries							
Senior services							
Capital and special appropriations							
<i>Total Expenditures</i>	<u>7,263</u>	<u>33,555</u>	<u>583,640</u>	<u>15,528</u>	<u>68,902</u>	<u>667,889</u>	
<i>Excess of revenues over expenditures before transfers</i>	-	-	-	-	-	-	
Other Financing Sources (Uses)							
Proceeds from bond issuance							
Transfers in							
Transfers out							
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-	
Excess of revenues and expenditures	-	-	-	-	-	-	
Fund balance, beginning of year	-	-	-	-	-	-	
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS						
	School Title II	Title IV Drug Free Schools	School Title V	91-142 Preschool Services	21st Century Learning Center	Target Grant	
Revenues							
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental	229,678	19,737	2,320	30,100	191,088		600
Departmental							
Other							
<i>Total Revenues</i>	<u>229,678</u>	<u>19,737</u>	<u>2,320</u>	<u>30,100</u>	<u>191,088</u>		<u>600</u>
Expenditures							
General government							
Public safety							
Public works							
Per trust agreements							
Education	229,678	19,737	2,320	30,100	191,088		600
Public libraries							
Senior services							
Capital and special appropriations							
<i>Total Expenditures</i>	<u>229,678</u>	<u>19,737</u>	<u>2,320</u>	<u>30,100</u>	<u>191,088</u>		<u>600</u>
<i>Excess of revenues over expenditures before transfers</i>	-	-	-	-	-	-	-
Other Financing Sources (Uses)							
Proceeds from bond issuance							
Transfers in							
Transfers out							
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-	-
Excess of revenues and expenditures	-	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS						
	Toshiba Grant	Uniform Chart of Accounts	COZ Family Center	School Literacy Set-Aside	Walmart Grant	COZ Education Exchange	
Revenues							
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental Departmental Other	970		23,000	289,123	2,000		39,424
<i>Total Revenues</i>	970	-	23,000	289,123	2,000		39,424
Expenditures							
General government							
Public safety							
Public works							
Per trust agreements							
Education	970		23,000	289,123	1,850		39,424
Public libraries							
Senior services							
Capital and special appropriations							
<i>Total Expenditures</i>	970	-	23,000	289,123	1,850		39,424
<i>Excess of revenues over expenditures before transfers</i>	-	-	-	-	150		-
Other Financing Sources (Uses)							
Proceeds from bond issuance							
Transfers in							
Transfers out							
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-		-
Excess of revenues and expenditures	-	-	-	-	150		-
Fund balance, beginning of year	-	8,750	-	-	-		-
Fund balance, end of year	\$ -	\$ 8,750	\$ -	\$ -	\$ 150		\$ -

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS					
	New England Dairy and Food Council	RI Interscholastic League	School COZ Miscellaneous Donations	Nickelodeon	Kellogg's Nucrew Program	
Revenues						
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	2,000	3,035	322			
Departmental						
Other						
<i>Total Revenues</i>	2,000	3,035	322	-	-	-
Expenditures						
General government						
Public safety						
Public works						
Per trust agreements						
Education		931	1,446	3,465	2,000	
Public libraries						
Senior services						
Capital and special appropriations						
<i>Total Expenditures</i>	-	931	1,446	3,465	2,000	
<i>Excess of revenues over expenditures before transfers</i>	2,000	2,104	(1,124)	(3,465)	(2,000)	
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-
Excess of revenues and expenditures	2,000	2,104	(1,124)	(3,465)	(2,000)	
Fund balance, beginning of year	-	-	2,819	5,000	2,000	
Fund balance, end of year	\$ 2,000	\$ 2,104	\$ 1,695	\$ 1,535	\$ -	

(Continued)

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	SPECIAL REVENUE FUNDS					
	RIPIN	Circle of Parents	Amagen Foundation	School RI Parent Info Network	Spirit Day	RIPIN Award #2
Revenues						
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	6,461		5,000	29,853	1,406	3,299
Departmental						
Other		440				
<i>Total Revenues</i>	<u>6,461</u>	<u>440</u>	<u>5,000</u>	<u>29,853</u>	<u>1,406</u>	<u>3,299</u>
Expenditures						
General government						
Public safety						
Public works						
Per trust agreements						
Education	6,461	12,860		29,853	825	3,299
Public libraries						
Senior services						
Capital and special appropriations						
<i>Total Expenditures</i>	<u>6,461</u>	<u>12,860</u>	<u>-</u>	<u>29,853</u>	<u>825</u>	<u>3,299</u>
<i>Excess of revenues over expenditures before transfers</i>	-	(12,420)	5,000	-	581	-
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and expenditures	-	(12,420)	5,000	-	581	-
Fund balance, beginning of year		12,420			1,871	
Fund balance, end of year	\$ -	\$ -	\$ 5,000	\$ -	\$ 2,452	\$ -

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	CAPITAL PROJECT FUNDS					
	DEBT SERVICE					
			9M School Renovations Bond	Farmland & Open Space Reserve	6M Public Facilities Plan Bond	School Capital Reserve Fund
Revenues						
Interest and investment income	\$ -	\$ 23,400	\$ 2,246	\$ 14,800	\$ 2,143	\$ 10,830
Intergovernmental				91,640		148,297
Departmental						
Other						
<i>Total Revenues</i>	-	23,400	2,246	106,440	2,143	159,127
Expenditures						
General government				36,112		
Public safety						
Public works		292,290	69,473		21,974	
Per trust agreements						
Education						
Public libraries						
Senior services						
Capital and special appropriations		610,013		473,266	429,490	
<i>Total Expenditures</i>	-	902,303	69,473	509,378	451,464	-
<i>Excess of revenues over expenditures before transfers</i>	-	(878,903)	(67,227)	(402,938)	(449,321)	159,127
Other Financing Sources (Uses)						
Proceeds from bond issuance					1,290,000	
Transfers in		402,575				107,365
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	-	402,575	-	-	1,290,000	107,365
Excess of revenues and expenditures	-	(476,328)	(67,227)	(402,938)	840,679	266,492
Fund balance, beginning of year	14,984	2,010,965	380,768	1,136,926	(276,931)	979,355
Fund balance, end of year	\$ 14,984	\$ 1,534,637	\$ 313,541	\$ 733,988	\$ 563,748	\$ 1,245,847

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	CAPITAL PROJECT FUNDS		PERMANENT FUNDS			
4.5M Public Safety Facilities	4M Farmland Open Space Fund	Henry Reynolds Indigent Care	Tri-Centennial Park	400th Anniversary	Henry Reynolds Outside Poor Fund	
\$ 6,887	\$ 32,527	\$ 246	\$ 4	\$ 179	\$ 2	
	755,000					
<i>Total Revenues</i>	6,887	787,527	246	4	179	2
Revenues						
Interest and investment income						
Intergovernmental						
Departmental						
Other						
<i>Total Expenditures</i>	43,204					
Expenditures						
General government						
Public safety						
Public works						
Per trust agreements						
Education						
Public libraries						
Senior services						
Capital and special appropriations	3,070,158	2,400,735				
<i>Total Expenditures</i>	3,113,362	2,400,735	-	-	-	-
<i>Excess of revenues over expenditures before transfers</i>	(3,106,475)	(1,613,208)	246	4	179	2
Other Financing Sources (Uses)						
Proceeds from bond issuance	4,500,000					
Transfers in						
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	4,500,000	-	-	-	-	-
Excess of revenues and expenditures	1,393,525	(1,613,208)	246	4	179	2
Fund balance, beginning of year	(931,393)	2,621,636	18,491	6,097	3,533	2,180
Fund balance, end of year	\$ 462,132	\$ 1,008,428	\$ 18,737	\$ 6,101	\$ 3,712	\$ 2,182

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	PERMANENT FUNDS					
	John J. Spink Outside Poor Fund	John B. Spink Outside Poor Fund	Thomas Casey Outside Poor Fund	Elizabeth Miller Library Fund	William D. Davis Library Fund	Veterans Memorial Scholarship
Revenues	\$ 14	\$ 3	\$ 2	\$ 1	\$ 3	\$ 92
Interest and investment income						
Intergovernmental						
Departmental						
Other						
<i>Total Revenues</i>	14	3	2	1	3	92
Expenditures						
General government						
Public safety						
Public works						
Per trust agreements						
Education						
Public libraries						
Senior services						
Capital and special appropriations						
<i>Total Expenditures</i>	-	-	-	-	-	-
<i>Excess of revenues over expenditures before transfers</i>	14	3	2	1	3	92
Other Financing Sources (Uses)						
Proceeds from bond issuance						
Transfers in						
Transfers out						
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	-
Excess of revenues and expenditures	14	3	2	1	3	92
Fund balance, beginning of year	21,014	5,254	2,180	2,000	5,001	6,757
Fund balance, end of year	\$ 21,028	\$ 5,257	\$ 2,182	\$ 2,001	\$ 5,004	\$ 6,849

**Town of North Kingstown, Rhode Island**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2009**

	PERMANENT FUNDS						
	School Library Fund	School Gardiner Fund	School Updike Fund	School Tennis Fund	Lynette Olson Memorial Fund	Grand Totals	
Revenues							
Interest and investment income	\$ 213	\$ 133	\$ 60	\$ -	\$ -	\$ 131,359	
Intergovernmental						7,661,007	
Departmental						763,815	
Other						298,992	
<i>Total Revenues</i>	213	133	60	-	-	8,855,173	
Expenditures							
General government						1,625,220	
Public safety						138,570	
Public works						455,092	
Per trust agreements						355,862	
Education						3,475,617	
Public libraries						1,392,669	
Senior services						88,796	
Capital and special appropriations						7,504,102	
<i>Total Expenditures</i>	-	-	-	-	-	15,035,928	
<i>Excess of revenues over expenditures before transfers</i>	213	133	60	-	-	(6,180,755)	
Other Financing Sources (Uses)							
Proceeds from bond issuance						5,790,000	
Transfers in						1,612,478	
Transfers out						(972,880)	
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-	-	6,429,598	
Excess of revenues and expenditures	213	133	60	-	-	248,843	
Fund balance, beginning of year	8,390	5,556	4,112	268	4,774	9,128,975	
Fund balance, end of year	\$ 8,603	\$ 5,689	\$ 4,172	\$ 268	\$ 4,774	\$ 9,377,818	

**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**NON-MAJOR ENTERPRISE FUNDS**

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The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprise or where the Town has decided that periodic determination of net income is appropriate for capital maintenance, management control, accountability, public policy or other purposes.

***Quonset/Davisville Reserve*** – To account for funds set aside for capital expenditures of the Quonset/Davisville Recreation Fund.

***NKSD Adult Education*** - To account for funds set aside for adult education services.

***Summer School Remedial*** - To account for funds set aside for the summer school remedial program.

***Schools Sports Camp*** - To account for funds set aside for school sport programs.

***Schools Sport Camps*** - To account for funds set aside for school sport programs.

***Summer School Fund*** - To account for funds set aside to operate the summer school program for eligible students.



**Town of North Kingstown, Rhode Island**

**Non-Major Enterprise Funds  
Combining Statement of Net Assets  
June 30, 2009**

	Quonset/ Davisville Reserve	NKSD Adult Education	NKHS Summer School Remedial	School Sports Camp	School Sport Camps	Summer School Fund	Total
<b>Assets</b>							
<i>Current assets</i>							
Cash and cash equivalents	\$ 393,127	\$ 610	\$ 8,078	\$ 50,675	\$ 4,972	\$ 27,963	\$ 485,425
Other receivables	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
<i>Total current assets</i>	393,127	610	8,078	50,675	4,972	27,963	485,425
<i>Net Capital Assets</i>							
<i>Total assets</i>	393,127	610	8,078	50,675	4,972	27,963	485,425
<b>Liabilities and Fund Equity</b>							
<i>Current liabilities</i>							
Due to other funds	3,900			710			4,610
Accounts payable	3,900	-	-	710	-	-	4,610
<i>Total current liabilities</i>	7,800	-	-	1,420	-	-	9,220
<b>Net Assets</b>							
Invested in Capital Assets, net	-	-	-	-	-	-	-
Unrestricted	389,227	610	8,078	49,965	4,972	27,963	480,815
<i>Total net assets</i>	389,227	610	8,078	49,965	4,972	27,963	480,815
<i>Total liabilities and net assets</i>	\$ 393,127	\$ 610	\$ 8,078	\$ 50,675	\$ 4,972	\$ 27,963	\$ 485,425

**Town of North Kingstown, Rhode Island**

**Non-Major Enterprise Funds  
Combining Statement of Revenues, Expenses and Changes in Net Assets  
Year Ended June 30, 2009**

	Quonset/ Davisville Reserve	NKSD Adult Education	NKHS Summer School Remedial	School Sports Camp	School Sport Camps	Summer School Fund	Total
Operating revenues:							
Charges for services	\$ -	\$ -	\$ 28,035	\$ 50,015	\$ 30,450	\$ 23,553	\$ 132,053
<i>Total operating revenues</i>	-	-	28,035	50,015	30,450	23,553	132,053
Operating expenses:							
Operations	270,427		24,576	49,575	38,531	19,329	402,438
School cafeteria							0
Depreciation							0
<i>Total operating expenses</i>	270,427		24,576	49,575	38,531	19,329	402,438
<i>Operating income (loss)</i>	(270,427)	-	3,459	440	(8,081)	4,224	(270,385)
Non-operating revenues (expenses):							
Investment income	9,955						9,955
Federal grants							-
State matching funds							-
<i>Total non-operating revenues (expenses):</i>	9,955	-	-	-	-	-	9,955
<i>Income (loss) before transfers:</i>	(260,472)	-	3,459	440	(8,081)	4,224	(260,430)
Transfers:							
Transfers In	143,889						143,889
<i>Total Transfers</i>	143,889	-	-	-	-	-	143,889
Change in Net Assets	(116,583)	-	3,459	440	(8,081)	4,224	(116,541)
Net assets - July 1, 2008	505,810	610	4,619	49,525	13,053	23,739	597,356
Net assets - June 30, 2009	\$ 389,227	\$ 610	\$ 8,078	\$ 49,965	\$ 4,972	\$ 27,963	\$ 480,815

**Town of North Kingstown, Rhode Island**

**Non-Major Enterprise Funds  
Combining Statement of Cash Flows  
Year Ended June 30, 2009**

	Quonset/ Davisville Reserve	NKSD Adult Education	NKHS Summer School Remedial	School Sports Camp	School Sport Camps	Summer School Fund	Total
<b>Cash flows from operating activities</b>							
Cash received from customers	\$ -	\$ -	\$ 28,035	\$ 50,015	\$ 30,450	\$ 23,553	\$ 132,053
Cash payments to suppliers for goods and services	(269,027)	-	(24,576)	(51,546)	(38,591)	(19,434)	(403,174)
Cash payments to employees for services							
<i>Net cash provided (used) by operating activities</i>	<u>(269,027)</u>	<u>-</u>	<u>3,459</u>	<u>(1,531)</u>	<u>(8,141)</u>	<u>4,119</u>	<u>(271,121)</u>
<b>Cash flows from noncapital financing activities</b>							
Federal grant receipts							-
State matching funds receipts							-
Transfer from other funds	143,889						143,889
<i>Net cash used by noncapital financing activities</i>	<u>143,889</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,889</u>
<b>Cash flows from investing activities</b>							
Interest on investments	9,955						9,955
<i>Net cash provided by investing activities</i>	<u>9,955</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,955</u>
Net increase (decrease) in cash and cash equivalents	(115,183)	-	3,459	(1,531)	(8,141)	4,119	(117,277)
Cash and cash equivalents, July 1, 2008	508,310	610	4,619	52,206	13,113	23,844	602,702
Cash and cash equivalents, June 30, 2009	<u>\$ 393,127</u>	<u>\$ 610</u>	<u>\$ 8,078</u>	<u>\$ 50,675</u>	<u>\$ 4,972</u>	<u>\$ 27,963</u>	<u>\$ 485,425</u>
<i>Reconciliation of operating income to net cash provided by (used for) operating activities</i>							
Operating income (loss)	\$ (270,427)	\$ -	\$ 3,459	\$ 440	\$ (8,081)	\$ 4,224	\$ (270,385)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:							
Depreciation							-
(Increase) in other receivable							-
Decrease in inventory							-
(Increase) in due from other funds							-
Increase in due to other funds							-
Increase (decrease) in accounts payable				(1,971)	(60)	(105)	(736)
<i>Net cash provided by (used for) operating activities</i>	<u>\$ (269,027)</u>	<u>\$ -</u>	<u>\$ 3,459</u>	<u>\$ (1,531)</u>	<u>\$ (8,141)</u>	<u>\$ 4,119</u>	<u>\$ (271,121)</u>

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**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**PRIVATE PURPOSE TRUST FUNDS**

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Private Purpose Trust Funds are all trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The following is a list of Private Purpose Trust Funds:

**Burial Funds** – The net assets of these funds are for the care and maintenance expenses for certain burial lots within the Town of North Kingstown. The following is a list of Burial Funds included in this section:

Hall	B.H. Davis
Vaughn	Updike
Young	Mary Carpenter
Rebecca Hammond	Smith-Lawton
W.H. Welling	Old Baptist Cemetery
George C. Hall	Smith

**Probate Funds** – Funds established as a result of unlocatable heirs to various funds. The following is a list of Probate Funds accounted for by the Town:

Lawton	Jones
Weeks	Cogan



**Town of North Kingstown, Rhode Island**

H-1

**Combining Statement of Net Assets  
Private Purpose Trust Funds  
For the year ended June 30, 2009**

	Burial Funds					
	<u>Hall</u>	<u>Vaughn</u>	<u>Young</u>	<u>Rebecca Hammond</u>	<u>W.H. Welling</u>	<u>George C. Hall</u>
<b>Assets</b>						
Cash	\$ 501	\$ 100	\$ 300	\$ 300	\$ 8,669	\$ 200
<b>Liabilities</b>						
<b>Net Assets</b>						
Held in Trust for private purposes per trust agreements	\$ 501	\$ 100	\$ 300	\$ 300	\$ 8,669	\$ 200

(Continued)

**Town of North Kingstown, Rhode Island**

H-1

**Combining Statement of Net Assets  
Private Purpose Trust Funds  
For the year ended June 30, 2009**

		Burial Funds						
		<u>Updike</u>	<u>Mary Carpenter</u>	<u>Smith- Lawton</u>	<u>Old Baptist Cemetery</u>	<u>Smith</u>	<u>Burial Totals</u>	
<b>Assets</b>								
Cash	\$ 500	\$ 1,581	\$ 1,001	\$ 4,604	\$ 701	\$ 1,001	\$ 19,458	
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>Liabilities</b>								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>Net Assets</b>								
Held in Trust for private purposes per trust agreements	\$ 500	\$ 1,581	\$ 1,001	\$ 4,604	\$ 701	\$ 1,001	\$ 19,458	

(Continued)

**Town of North Kingstown, Rhode Island**

H-1

**Combining Statement of Net Assets  
Private Purpose Trust Funds  
For the year ended June 30, 2009**

	Probate Funds					
	<u>Lawton</u>	<u>Weeks</u>	<u>Cogan</u>	<u>Jones</u>	<u>Probate Totals</u>	<u>GRAND TOTALS</u>
<b>Assets</b>						
Cash	\$ 8,303	\$ 2,593	\$ 602	\$ 228	\$ 11,726	\$ 31,184
	-	-	-	-	-	-
<b>Liabilities</b>						
<b>Net Assets</b>						
Held in Trust for private purposes per trust agreements	\$ 8,303	\$ 2,593	\$ 602	\$ 228	\$ 11,726	\$ 31,184

(Concluded)

**Town of North Kingstown, Rhode Island**

H-2

**Combining Statement of Changes in Net Assets  
Private Purpose Trust Funds  
For the year ended June 30, 2009**

	Burial Funds					
	<u>Hall</u>	<u>Vaughn</u>	<u>Young</u>	<u>Rebecca Hammond</u>	<u>W.H. Welling</u>	<u>George C. Hall</u>
Additions						
Investment income	\$ -	\$ -	\$ -	\$ -	\$ 6	\$ -
	-	-	-	-	6	-
Deductions						
Operating expense per trust agreement	-	-	-	-	-	-
Change in Net Assets	-	-	-	-	6	-
Net Assets, beginning	501	100	300	300	8,663	200
Net Assets, ending	\$ 501	\$ 100	\$ 300	\$ 300	\$ 8,669	\$ 200

**Town of North Kingstown, Rhode Island**

H-2

**Combining Statement of Changes in Net Assets  
Private Purpose Trust Funds  
For the year ended June 30, 2009**

		Burial Funds							
		Updike	Mary Carpenter	Smith- Lawton	Old Baptist Cemetery	Smith	Burial Totals		
Additions									
	Investment income	\$ 1	1 \$	3 \$	1 \$	1 \$	1 \$	13	
		1	1	3	1	1	1	13	
Deductions									
	Operating expense per trust agreement	-	-	-	-	-	-	-	
Change in Net Assets		-	1	3	1	1	1	13	
Net Assets, beginning		500	1,000	4,601	700	1,000		19,445	
Net Assets, ending		\$ 500	\$ 1,001	\$ 4,604	\$ 701	\$ 1,001	\$	\$ 19,458	

**Town of North Kingstown, Rhode Island**

H-2

**Combining Statement of Changes in Net Assets  
Private Purpose Trust Funds  
For the year ended June 30, 2009**

	Probate Funds					GRAND TOTALS
	Lawton	Weeks	Cogan	Jones	Probate Totals	
Additions						
Investment income	\$ 5	\$ 34	\$ 8	\$ 3	\$ 50	\$ 63
	5	34	8	3	50	63
Deductions						
Operating expense per trust agreement	-	-	-	-	-	-
Change in Net Assets	5	34	8	3	50	63
Net Assets, beginning	8,298	2,559	594	225	11,676	31,121
Net Assets, ending	\$ 8,303	\$ 2,593	\$ 602	\$ 228	\$ 11,726	\$ 31,184

**TOWN OF NORTH KINGSTOWN, RHODE ISLAND**

**AGENCY FUNDS**

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Agency Funds were established to function as clearing mechanisms for cash resources which are collected and disbursed to authorized recipients. The following is a list of Agency Funds included in this section:

***Student Activity Fund*** - To account for monies received and expended for various student activities.

***Payroll Fund*** - To account for the Town employees payroll withholdings.

***School Payroll Fund*** - To account for the School employees payroll withholdings.

***Developer Surety Escrow*** - To account for monies received from developers which are drawn upon by the Town due to failure by the developer to complete improvements to roadways, drainage, and for which the Town must use these funds to complete said improvements.



**Town of North Kingstown, Rhode Island**

I-1

**Statement of Changes in Assets and Liabilities  
Agency Funds  
Year ended June 30, 2009**

	Beginning Balance	Additions	Deductions	Ending Balance
<b><u>SCHOOL ACTIVITY FUNDS</u></b>				
<i>Assets</i>				
Cash	\$ 316,077	\$ 713,859	\$ 682,271	\$ 347,665
<i>Liabilities</i>				
Due to student groups	316,077	713,859	682,271	347,665
<b><u>PAYROLL FUND</u></b>				
<i>Assets</i>				
Cash	65,697	41,291,904	41,290,185	67,416
Due from other funds	11,062	20,232,163	20,233,645	9,580
<i>Total assets</i>	<u>76,759</u>	<u>61,524,067</u>	<u>61,523,830</u>	<u>76,996</u>
<i>Liabilities</i>				
Payroll withholdings	<u>76,759</u>	<u>31,262,656</u>	<u>31,262,419</u>	<u>76,996</u>
<b><u>SCHOOL PAYROLL FUND</u></b>				
<i>Assets</i>				
Cash	90,251	129,484,960	129,353,373	221,838
Due from other funds	6,006	43,867,720	43,867,847	5,879
<i>Total assets</i>	<u>96,257</u>	<u>173,352,680</u>	<u>173,221,220</u>	<u>227,717</u>
<i>Liabilities</i>				
Payroll withholdings	<u>\$ 96,257</u>	<u>\$ 19,474,896</u>	<u>\$ 19,343,436</u>	<u>\$ 227,717</u>

(Continued)

**Statement of Changes in Assets and Liabilities**  
**Agency Funds**  
**Year ended June 30, 2009**

	Beginning Balance	Additions	Deductions	Ending Balance
<b><u>DEVELOPER SURETY ESCROW</u></b>				
<i>Assets</i>				
Cash	\$ 364,234	\$ 371,947	\$ 423,530	\$ 312,651
<i>Liabilities</i>				
Deposits held in custody for others	364,234	266,401	318,114	312,521
Due to other funds		130		130
<i>Total liabilities</i>	364,234	266,531	318,114	312,651
<b><u>TOTAL - ALL AGENCY FUNDS</u></b>				
<i>Assets</i>				
Cash	836,259	171,862,670	171,749,359	949,570
Due from other funds	17,068	64,099,883	64,101,492	15,459
<i>Total assets</i>	853,327	235,962,553	235,850,851	965,029
<i>Liabilities</i>				
Due to student groups	316,077	713,859	682,271	347,665
Deposits Held in Custody for Others	364,234	266,401	318,114	312,521
Due to other funds		130		130
Payroll withholdings	173,016	50,737,552	50,605,855	304,713
<i>Total liabilities</i>	\$ 853,327	\$ 51,717,942	\$ 51,606,240	\$ 965,029

(Concluded)

**TOWN OF NORTH KINGSTOWN**

***Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)***

***Budget and Actual  
(Unaudited)***

***Library Fund***

***Year Ended June 30, 2009***

	Originally Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance Positive (Negative)
<b>Revenues:</b>				
State Aid	\$ 199,517	\$ 199,517	\$ 219,815	\$ 20,298
Departmental Revenue	42,000	42,000	41,762	(238)
Miscellaneous	100	100	-	(100)
<b>Total Revenues</b>	<b>241,617</b>	<b>241,617</b>	<b>261,577</b>	<b>19,960</b>
<b>Expenditures:</b>				
Library	1,364,108	1,364,108	1,350,524	13,584
<b>Total Expenditures</b>	<b>1,364,108</b>	<b>1,364,108</b>	<b>1,350,524</b>	<b>13,584</b>
<b>Excess of expenditures over revenues</b>	<b>(1,122,491)</b>	<b>(1,122,491)</b>	<b>(1,088,947)</b>	<b>33,544</b>
<b>Other financing sources:</b>				
Operating transfer from Town	1,102,538	1,102,538	1,102,538	-
Transfer from fund balance	19,953	19,953	19,953	-
<b>Net other financing sources</b>	<b>1,122,491</b>	<b>1,122,491</b>	<b>1,122,491</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other sources over expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 33,544</b>	<b>\$ 33,544</b>

**TOWN OF NORTH KINGSTOWN**

***Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)***  
***Budget and Actual***  
***(Unaudited)***

***Debt Service Fund***  
***Year Ended June 30, 2009***

	Originally Adopted Budget	Final Approved Budget	Actual (Budgetary Basis)	Variance Positive (Negative)
<b>Revenues:</b>				
State Aid	\$ 1,247,500	\$ 1,247,500	\$ 1,293,781	\$ 46,281
Miscellaneous	15,000	15,000	1,354	(13,646)
<b>Total Revenues</b>	<b>1,262,500</b>	<b>1,262,500</b>	<b>1,295,135</b>	<b>32,635</b>
<b>Expenditures:</b>				
Debt Service Municipal	1,660,766	1,660,766	1,660,668	98
Debt Service School	4,020,665	4,020,665	4,020,760	(95)
<b>Total Expenditures</b>	<b>5,681,431</b>	<b>5,681,431</b>	<b>5,681,428</b>	<b>3</b>
<b>Excess of expenditures over revenues</b>	<b>(4,418,931)</b>	<b>(4,418,931)</b>	<b>(4,386,293)</b>	<b>32,638</b>
<b>Other financing sources:</b>				
Operating transfer from Town	4,265,168	4,265,168	4,265,168	-
Transfer from Impact Fees	70,000	70,000	51,386	(18,614)
Transfer from fund balance	83,763	83,763	83,763	-
<b>Net other financing sources</b>	<b>4,418,931</b>	<b>4,418,931</b>	<b>4,400,317</b>	<b>(18,614)</b>
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 14,024</b>	<b>\$ 14,024</b>

THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

STATISTICAL SECTION

## **Statistical Section**

This part of the Town's comprehensive annual financial report presents information to supplement and provide multi-year trend information to enable readers to gain a better understanding of the Town's financial health.

Financial Trends: Schedules 1 through 4 contain trend information to help the reader understand changes in financial performance over time.

Revenue capacity: Schedules 5 through 11 contain information to help the reader assess the factors affecting the Town's ability to generate its property taxes.

Debt capacity: Schedules 12 through 15 contain information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Demographic information: Schedules 16 through 18 contain demographic information to help the reader understand the environment in which the Town's financial activities take place.

Operating information: Schedules 19 and 20 contain information about the Town's operations and resources.

School Department information: Schedules 21 and 22 contain information about the School Department's operations and building information.

**Town of North Kingstown, Rhode Island**

**Schedule 1**

**Net Assets by Component  
Last Seven Fiscal Years**

FISCAL YEAR	2009	2008	2007	2006	2005	2004	2003
<b>Governmental Activities</b>							
Invested in Capital assets, net of related debt	\$ 43,174,456	\$ 41,954,816	\$ 45,665,960	\$ 12,563,318	\$ (1,469,025)	\$ (1,861,551)	\$ (4,333,063)
Restricted For:							
Permanent Funds	96,559	95,607	94,451	88,580	86,537	87,654	1,445,923
Debt Service							4,412,453
Capital Projects							2,980,858
Specific Programs							14,300,299
Unrestricted	24,937,386	25,645,661	21,492,526	25,719,107	23,083,191	20,305,262	14,300,299
<b>Total governmental Activities net assets</b>	<b>68,208,401</b>	<b>67,696,084</b>	<b>67,252,937</b>	<b>38,371,005</b>	<b>21,700,703</b>	<b>18,531,365</b>	<b>18,806,470</b>
<b>Business-type activities</b>							
Invested in Capital assets, net of related debt	7,067,811	5,263,868	5,054,302	4,835,395	4,720,878	3,856,102	4,221,731
Unrestricted	6,882,041	7,359,621	7,507,799	5,663,520	5,209,767	5,599,958	5,008,473
<b>Total business-type activities net assets</b>	<b>13,949,852</b>	<b>12,623,489</b>	<b>12,562,101</b>	<b>10,498,915</b>	<b>9,930,645</b>	<b>9,456,060</b>	<b>9,230,204</b>
<b>Primary Government</b>							
Invested in Capital assets, net of related debt	50,242,267	47,218,684	50,720,262	17,398,713	3,251,853	1,994,551	(111,332)
Restricted for:							
Permanent Funds	96,559	95,607	94,451	88,580	86,537	87,654	1,445,923
Debt Service							4,412,453
Capital Projects							2,980,858
Specific Programs							19,308,772
Unrestricted	31,819,427	33,005,282	29,000,325	31,382,627	28,292,958	25,905,220	19,308,772
<b>Total primary government net assets</b>	<b>\$ 82,158,253</b>	<b>\$ 80,319,573</b>	<b>\$ 79,815,038</b>	<b>\$ 48,869,920</b>	<b>\$ 31,631,348</b>	<b>\$ 27,987,425</b>	<b>\$ 28,036,674</b>

Note: seven years of data presented due to issuance of GASB 34 - Basic Financial Statements and Managements Discussion and Analysis for State and Local Governments during fiscal year 2002.

**Town of North Kingstown, Rhode Island**

**Schedule 2  
Changes in Net Assets, Last Seven Fiscal Years  
Governmental Activities  
(Accrual Basis of Accounting)**

Fiscal Year	2009	2008	2007	2006	2005	2004	2003
<b>Expenses</b>							
Governmental activities:							
General government	\$ 7,879,939	\$ 6,982,639	\$ 6,722,225	\$ 6,558,106	\$ 6,207,401	\$ 5,391,630	\$ 3,781,898
Public Safety	14,890,167	14,102,227	13,763,174	13,000,576	11,719,377	11,138,814	10,549,612
Public Works	8,424,583	4,293,248	3,427,940	4,116,279	4,696,321	4,232,614	3,454,217
Parks and recreation	325,669	331,434	284,710	500,417			-
Senior Services	421,340	329,396	298,143				-
Education	60,560,203	60,406,926	58,426,032	55,583,451	54,738,498	54,941,481	48,998,563
Public libraries	1,462,395	1,311,869	1,426,343	1,055,453	1,186,589	1,185,692	1,194,352
Per trust agreements	-	-	40,748				-
Human resources	-	25,933	30,248				-
Debt Services	2,318,247	2,245,068	1,836,140	1,832,206	2,083,706	2,625,066	2,725,731
Other				2,131,144	1,485,870	2,900,209	1,371,717
Amortization	79,495						
Unallocated depreciation	-	4,105,464	1,554,813				-
On behalf pension contribution	2,188,350						
<b>Total governmental activities</b>	<b>98,550,388</b>	<b>94,134,204</b>	<b>87,810,516</b>	<b>84,777,632</b>	<b>82,117,762</b>	<b>82,415,506</b>	<b>72,076,090</b>
Business-type activities:							
Water	2,936,959	2,973,401	2,121,390	2,552,342	2,259,774	2,166,391	1,819,573
Q/D Recreation	746,784	1,461,895	1,338,711	1,329,769	1,282,294	1,308,819	1,175,543
School Cafeteria	1,288,909						
Water Capital Reserve Fund	131,295						
Other business-type activities	402,438	1,385,278	1,585,318	1,420,496	1,416,646	1,291,890	1,231,243
<b>Total business-type activities</b>	<b>5,506,385</b>	<b>5,820,574</b>	<b>5,045,419</b>	<b>5,302,607</b>	<b>4,958,714</b>	<b>4,767,100</b>	<b>4,226,359</b>
<b>Total primary government expense</b>	<b>104,056,773</b>	<b>99,954,778</b>	<b>92,855,935</b>	<b>90,080,239</b>	<b>87,076,476</b>	<b>87,182,606</b>	<b>76,302,449</b>
<b>Program Revenues</b>							
Governmental activities:							
Charges for services:							
General government	\$ 3,959,542	1,571,397	1,498,424	1,815,913	2,615,797	2,613,286	1,978,798
Public safety	893,450	1,000,275	937,037	877,391	1,137,570	687,065	648,521
Public works	709,149	624,204	693,034	761,671	571,815	581,484	574,475
Parks and recreation	9,874	204,901	211,096				
Education	2,380,751	2,350,550	2,276,599	2,543,882	2,329,670	2,123,849	2,095,262
Public libraries	262,371						
Department of senior services	25,834	3,000	6,500				
Other					165,423	260,267	119,065
Operating grants and contributions	18,703,733	18,916,120	18,466,460	19,340,305	17,007,379	16,341,986	14,133,405
<b>Total governmental activities program revenues</b>	<b>26,944,704</b>	<b>24,670,447</b>	<b>24,089,150</b>	<b>25,339,162</b>	<b>23,827,654</b>	<b>22,607,937</b>	<b>19,549,526</b>
<b>Business-type activities:</b>							
Charges for services:							
Water	2,952,251	3,121,283	2,953,358	2,876,360	2,457,870	2,232,361	2,320,485
Q/D Recreation	1,819,703	1,957,790	1,841,284	1,659,252	1,583,353	1,553,365	1,470,694
School Cafeteria	801,522						
Water Capital Reserve Fund	-						
Other business-type activities	132,053	911,433	1,084,278	1,042,533	1,287,182	1,296,653	1,234,882
Operating grants and contributions	695,689	351,846	314,329	287,591			
<b>Total business-type activities</b>	<b>6,401,218</b>	<b>6,342,352</b>	<b>6,193,249</b>	<b>5,865,736</b>	<b>5,328,405</b>	<b>5,082,379</b>	<b>5,026,061</b>
<b>Total primary government revenues</b>	<b>33,345,922</b>	<b>31,012,799</b>	<b>30,282,399</b>	<b>31,204,898</b>	<b>29,156,059</b>	<b>27,690,316</b>	<b>24,575,587</b>
Net (Expense)/Revenue							
Governmental activities	(71,605,684)	(69,463,757)	(63,721,366)	(59,438,470)	(58,290,108)	(59,807,569)	(52,526,564)
Business-type activities	894,833	521,778	1,147,830	563,129	369,691	315,279	799,702
<b>Total primary government net expense</b>	<b>\$ (70,710,851)</b>	<b>\$ (68,941,979)</b>	<b>\$ (62,573,536)</b>	<b>\$ (58,875,341)</b>	<b>\$ (57,920,417)</b>	<b>\$ (59,492,290)</b>	<b>\$ (51,726,862)</b>

(Continued)

Note: seven years of data presented due to issuance of GASB 34 - Basic Financial Statements and Managements Discussion and Analysis for State and Local Governments during fiscal year 2002.

**Town of North Kingstown, Rhode Island**

**Schedule 2  
Changes in Net Assets, Last Seven Fiscal Years  
Governmental Activities  
(Accrual Basis of Accounting)**

Fiscal Year	2009	2008	2007	2006	2005	2004	2003
<b>General Revenues and Other Charges in Net Assets</b>							
Governmental activities:							
Property taxes	\$ 64,727,956	\$ 61,222,691	\$ 59,439,540	\$ 56,331,520	\$ 53,530,984	\$ 53,049,157	\$ 51,477,809
Unrestricted investment earnings	587,725	1,440,248	1,599,737	1,330,547	864,875	441,941	365,601
Unrestricted intergovernmental revenue	4,020,209	5,914,775	5,466,317	4,276,607	6,237,179	5,648,071	5,851,270
Licenses and permits	428,107	482,329	581,969	539,812		114,912	355,158
Other	538,960	131,761	43,729	48,273	446,473		262,278
Proceeds of refunding debt					30,360,000		
Refunding debt escrow agent					(30,660,215)		
Bond premium					606,993		
Bond issuance costs					(188,635)		
Transfers	(235,197)	715,100	(657,909)	170,064	134,862	278,383	405,241
<b>Total governmental activities</b>	<b>70,067,760</b>	<b>69,906,904</b>	<b>66,473,383</b>	<b>62,696,823</b>	<b>61,332,516</b>	<b>59,532,464</b>	<b>58,717,357</b>
Business-type activities:							
Unrestricted investment earnings	104,787	254,710	257,447	175,205	95,499	67,629	65,184
Other	-				144,257	121,331	111,052
Transfers	235,197	(715,100)	657,909	(170,064)	(134,862)	(278,383)	(405,241)
<b>Total business-type activities</b>	<b>339,984</b>	<b>(460,390)</b>	<b>915,356</b>	<b>5,141</b>	<b>104,894</b>	<b>(89,423)</b>	<b>(229,005)</b>
<b>Total primary government</b>	<b>70,407,744</b>	<b>69,446,514</b>	<b>67,388,739</b>	<b>62,701,964</b>	<b>61,437,410</b>	<b>59,443,041</b>	<b>58,488,352</b>
<b>Change in Net Assets</b>							
Governmental activities	(1,537,924)	443,147	2,752,017	3,258,353	3,042,408	(275,105)	6,190,793
Business-type activities	1,234,817	61,388	2,063,186	568,270	474,585	225,856	570,697
<b>Total primary government</b>	<b>\$ (303,107)</b>	<b>\$ 504,535</b>	<b>\$ 4,815,203</b>	<b>\$ 3,826,623</b>	<b>\$ 3,516,993</b>	<b>\$ (49,249)</b>	<b>\$ 6,761,490</b>

(Concluded)

Note: seven years of data presented due to issuance of GASB 34 - *Basic Financial Statements-and Managements Discussion and Analysis for State and Local Governments* during fiscal year 2002.

**Town of North Kingstown, Rhode Island**

**Schedule 3  
Fund Balance, Governmental Funds, Last Ten Years  
(Modified Accrual of Accounting)**

FISCAL YEAR	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>General Fund</b>										
Reserved	\$ 1,797,399	\$ 2,184,716	\$ 910,280	\$ 773,094	\$ 1,419,288	\$ 1,148,088	\$ 1,566,317	\$ 1,089,535	\$ 1,766,553	\$ 673,354
Unreserved	8,355,715	8,633,263	9,522,710	9,310,242	8,307,409	8,440,188	7,070,034	5,546,543	5,140,412	4,269,461
<b>Total General Fund</b>	<b>10,153,114</b>	<b>10,817,979</b>	<b>10,432,990</b>	<b>10,083,336</b>	<b>9,726,697</b>	<b>9,588,276</b>	<b>8,636,351</b>	<b>6,636,078</b>	<b>6,906,965</b>	<b>4,942,815</b>
<b>School Fund</b>										
Reserved	813,882	1,382,667	846,487	1,206,105	928,823	229,962	2,034,919	2,025,027	970,395	636,715
Unreserved	1,598,697	570,659	520,235	891,558	257,930	682,931	378,429	171,893	127,829	222,667
<b>Total School Fund</b>	<b>2,412,579</b>	<b>1,953,326</b>	<b>1,366,722</b>	<b>2,097,663</b>	<b>1,186,753</b>	<b>912,893</b>	<b>2,413,348</b>	<b>2,196,920</b>	<b>1,098,224</b>	<b>859,382</b>
<b>All Other Governmental Funds</b>										
Reserved	610,046	13,964,592	679,785	884,321	1,138,700	1,667,297	1,445,923	820,301	1,998,134	1,104,243
Unreserved, reported in:										
Special revenue funds	3,403,954	6,218,839	2,758,265	2,935,006	2,776,413	2,602,830	1,187,037	1,335,144	636,491	881,568
Capital project funds	8,223,602	5,635,662	2,414,376	5,688,318	4,083,618	3,136,510	4,412,453	3,923,003	16,402,712	31,100,614
Permanent funds	96,559	95,607	94,451	88,580	86,537	87,654	1,658,821			
<b>Total all other governmental funds</b>	<b>12,334,161</b>	<b>25,914,700</b>	<b>5,946,877</b>	<b>9,596,225</b>	<b>8,085,268</b>	<b>7,494,291</b>	<b>8,704,234</b>	<b>6,078,448</b>	<b>19,037,337</b>	<b>33,086,425</b>
<b>Total governmental funds</b>	<b>\$ 24,899,854</b>	<b>\$ 38,686,005</b>	<b>\$ 17,746,589</b>	<b>\$ 21,777,224</b>	<b>\$ 18,998,718</b>	<b>\$ 17,995,460</b>	<b>\$ 19,753,933</b>	<b>\$ 14,911,446</b>	<b>\$ 27,042,526</b>	<b>\$ 38,888,622</b>

Town of North Kingstown, Rhode Island

Schedule 4

Changes in Fund Balance, Governmental Fund, Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

FISCAL YEAR	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Revenues:</b>										
General property taxes	\$ 64,310,326	\$ 61,187,866	\$ 58,892,935	\$ 56,100,311	\$ 53,653,354	\$ 53,805,401	\$ 51,272,225	\$ 48,570,277	\$ 44,883,156	\$ 42,758,479
Intergovernmental	26,137,118	24,345,666	23,199,098	22,292,512	21,486,434	19,567,049	18,606,909	17,772,102	16,835,239	14,836,130
Departmental	2,639,445	1,993,198	1,923,295	2,054,915	2,130,545	1,867,836	1,686,501			
Licenses and permits	428,107	482,329	581,969	539,812	442,178	524,995	355,158	374,236	392,050	402,843
Investment income	568,801	1,394,171	1,540,098	1,277,430	817,032	403,138	365,601	643,042	2,375,650	2,084,237
On behalf pension contribution	2,188,350									
Other	538,960	4,328,119	4,476,803	5,308,497	6,452,149	6,411,041	5,369,664	3,587,938	3,728,396	3,655,272
<b>Total revenues</b>	<b>96,811,107</b>	<b>93,731,349</b>	<b>90,614,198</b>	<b>87,573,477</b>	<b>84,981,692</b>	<b>82,579,460</b>	<b>77,656,058</b>	<b>70,947,595</b>	<b>68,214,491</b>	<b>63,736,961</b>
<b>Expenditures:</b>										
General Government	6,069,341	6,619,016	6,348,375	6,531,836	7,310,123	6,437,736	6,303,068	4,620,090	4,935,355	4,294,109
Public Safety	14,018,207	13,965,387	13,586,608	12,557,047	11,551,917	11,297,060	10,151,088	10,065,679	8,946,977	8,647,435
Public works	4,542,437	4,320,822	3,875,742	4,158,503	4,530,289	4,330,139	3,316,262	3,618,773	3,750,904	3,459,956
Parks and recreation	317,648	330,658	283,747	499,780	585,699	593,594	376,334			
Senior services	459,838	332,711	340,782	285,376	297,474	286,475	271,638			
Education	58,670,436	60,453,700	58,983,401	54,852,418	53,565,325	53,810,038	47,534,281	44,401,975	41,719,508	39,107,712
Public libraries	1,392,669	1,311,869	1,304,033	1,223,869						
Per trust agreements	355,862	177,801	40,748	101,657	173,407	204,109	184,879			
Human resources	-	25,933	30,248	55,939	35,730	228,162	138,295	1,940,276	1,909,148	1,842,729
On behalf pension contribution	2,188,350									
Debt service										
Principal	3,559,192	3,294,192	3,404,192	3,624,190	3,309,194	3,309,190	3,319,190	3,129,192	1,344,192	1,319,190
Interest and other costs	2,122,236	2,068,511	1,851,579	2,409,259	2,564,086	2,725,731	2,725,731	2,871,863	2,668,113	1,617,650
Capital expenditures	10,185,026	8,164,270	4,145,728	2,313,693	673,545	1,555,726	458,479	14,488,499	23,531,431	7,856,089
Total expenditures	103,881,242	101,064,870	94,195,183	88,006,288	84,441,962	84,616,315	74,779,245	85,136,347	88,805,648	68,144,870
<b>Excess of revenues over (under) expenditures</b>	<b>(7,070,135)</b>	<b>(7,333,521)</b>	<b>(3,580,985)</b>	<b>(432,811)</b>	<b>539,730</b>	<b>(2,036,855)</b>	<b>2,876,813</b>	<b>(14,188,752)</b>	<b>(20,591,157)</b>	<b>(4,407,909)</b>
<b>Other financing sources (uses):</b>										
Proceeds of bond issuance	9,790,000	11,000,000			30,360,000					
Refunding Debt Escrow Agent					(30,660,215)					
Bond premium					606,993					
Bond issuance costs				2,840,000	(188,635)			1,900,000	7,680,000	33,000,000
Lease Proceeds										
Transfers in	49,918,906	49,516,906	46,054,711	44,197,516	43,615,244	41,708,213	38,965,689	39,444,613	32,769,514	122,545
Transfers out	(50,018,335)	(48,561,829)	(46,504,361)	(43,826,199)	(43,269,859)	(41,429,830)	(38,560,448)	(39,007,816)	(32,358,351)	(29,976,127)
Total other financing sources (uses)	9,690,571	11,955,077	(449,650)	3,211,317	463,528	278,383	403,241	2,336,797	8,721,872	33,492,250
<b>Net change in fund balances</b>	<b>\$ 2,620,436</b>	<b>\$ 4,621,556</b>	<b>(4,030,635)</b>	<b>2,778,506</b>	<b>1,003,258</b>	<b>(1,738,472)</b>	<b>3,282,054</b>	<b>(11,851,955)</b>	<b>(11,869,285)</b>	<b>29,084,341</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>6.06%</b>	<b>5.77%</b>	<b>5.84%</b>	<b>6.33%</b>	<b>6.83%</b>	<b>7.07%</b>	<b>8.13%</b>	<b>8.49%</b>	<b>6.15%</b>	<b>4.87%</b>

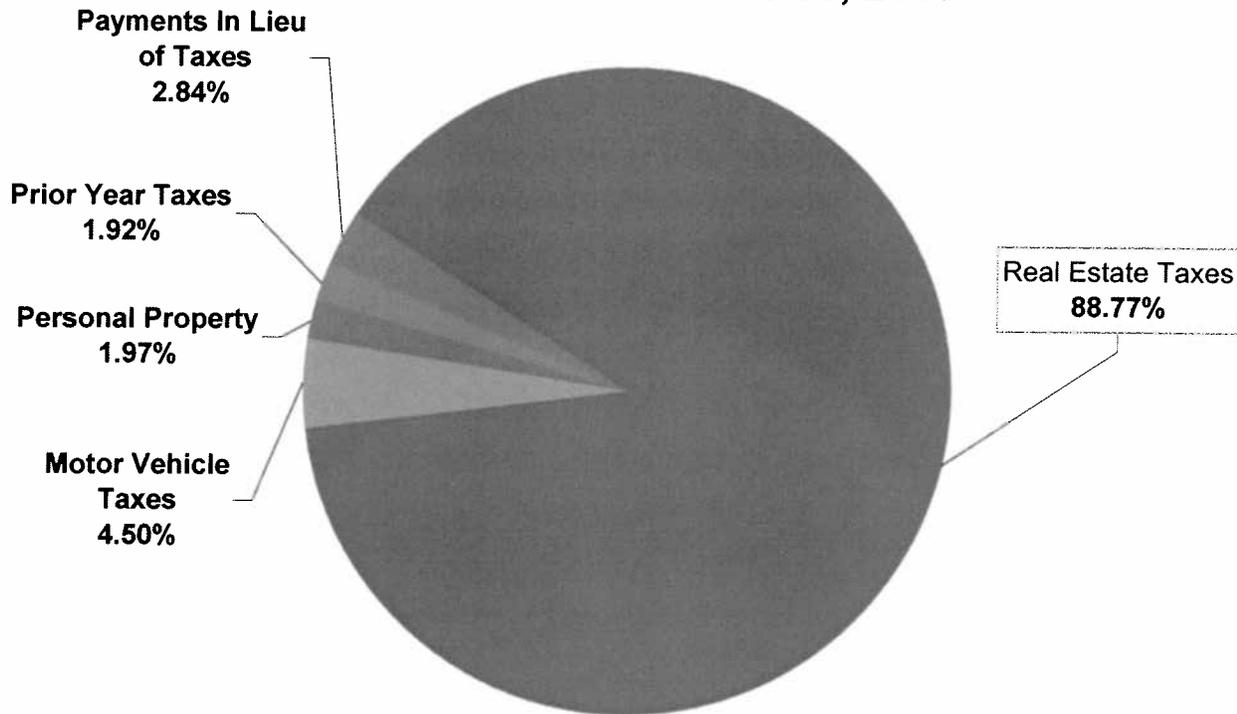
Notes:  
Intergovernmental and Departmental revenues were combined until Fiscal Year 2003  
Parks and recreation, Senior services and Human resources were combined until Fiscal Year 2003

**Town of North Kingstown, Rhode Island**

**Schedule 5  
Tax Revenue by Source, Government Funds  
Last Ten Years**

<b>Fiscal Year Ended June 30</b>	<b>Payments in Lieu of Taxes</b>	<b>Real Estate Taxes</b>	<b>Motor Vehicle Taxes</b>	<b>Personal Property Taxes</b>	<b>Prior Year Taxes</b>	<b>Totals</b>
2009	\$ 1,832,908	\$ 56,653,099	\$ 2,858,398	\$ 1,355,400	\$ 1,293,807	\$ 63,993,612
2008	\$ 1,731,508	\$ 54,056,434	\$ 2,740,719	\$ 1,199,130	\$ 1,169,716	\$ 60,897,507
2007	\$ 1,797,214	\$ 51,560,229	\$ 2,885,543	\$ 1,315,986	\$ 1,075,577	\$ 58,634,549
2006	\$ 1,932,964	\$ 48,706,823	\$ 2,998,680	\$ 1,253,190	\$ 1,000,309	\$ 55,891,966
2005	\$ 1,911,952	\$ 46,621,254	\$ 2,623,349	\$ 1,185,974	\$ 1,003,704	\$ 53,346,233
2004	\$ 2,389,421	\$ 45,232,284	\$ 2,762,556	\$ 1,911,634	\$ 1,203,814	\$ 53,499,709
2003	\$ 2,097,705	\$ 43,130,374	\$ 2,742,140	\$ 1,805,045	\$ 1,185,060	\$ 50,960,324
2002	\$ 1,540,240	\$ 40,886,216	\$ 2,873,157	\$ 1,866,828	\$ 1,155,500	\$ 48,321,941
2001	\$ 2,206,529	\$ 36,211,628	\$ 2,852,599	\$ 2,033,005	\$ 1,278,165	\$ 44,581,926
2000	\$ 2,192,765	\$ 34,054,552	\$ 2,939,681	\$ 1,992,295	\$ 1,286,536	\$ 42,465,829

**General Fund Tax Revenues  
Fiscal Year Ended June 30, 2009**

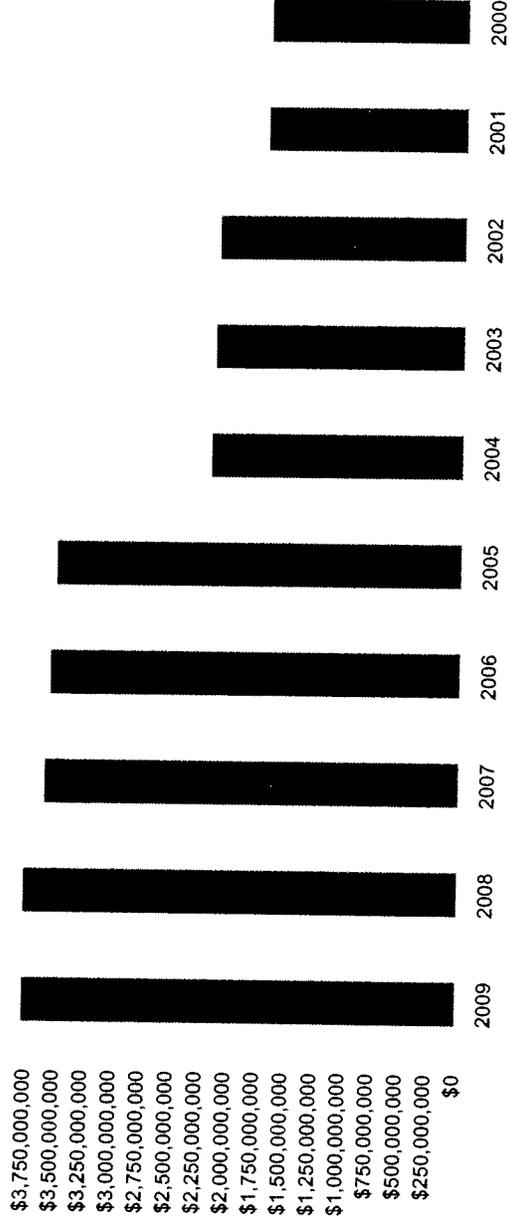


**Town of North Kingstown, Rhode Island**

**Schedule 6  
Assessed Values and Actual Values of Taxable Property  
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Assessed Value						Motor Vehicle		Real Estate		Real Estate Only Assessed Value as a Percentage of Actual Value
	Real Estate	Personal Property	Inventory	Motor Vehicles	Less Exemptions	Total Taxable Assessed Value	Real Property	Direct Tax Rate	Motor Vehicle	Direct Tax Rate	
2009	4,269,958,905	100,038,690		270,442,815	199,827,415	4,440,612,995	13.83	22.04	6,626,996,905	0.68	
2008	4,238,884,090	91,778,320		259,144,446	196,696,764	4,393,110,092	13.30	22.04	6,309,538,166	0.71	
2007	3,440,758,510	88,604,990		264,447,537	186,437,005	3,607,374,032	15.55	22.04	4,880,366,356	0.76	
2006	3,401,172,700	86,288,720		250,051,917	169,029,676	3,568,483,661	14.85	22.04	4,434,139,071	0.83	
2005	3,373,797,470	84,417,360		221,425,702	154,036,444	3,525,604,088	14.38	22.04	3,679,640,532	1.00	
2004	2,011,507,975	85,317,810		228,647,217	136,310,757	2,189,162,245	23.31	22.04	3,107,726,103	0.72	
2003	1,986,996,310	82,121,190		226,694,293	134,732,509	2,161,079,284	22.60	22.04	2,702,786,941	0.83	
2002	1,954,112,590	83,110,590		211,150,852	111,877,715	2,136,496,317	21.94	22.04	2,308,810,504	0.97	
2001	1,536,301,370	80,991,371	5,192,610	191,199,906	85,165,453	1,728,519,804	24.65	18.24	2,017,988,288	0.88	
2000	1,500,902,170	79,192,539	10,134,680	174,978,378	55,615,294	1,709,592,473	23.68	22.04	1,885,586,319	0.92	

**Assessed Values  
by Grand Lists**



Source: Town of North Kingstown Tax Assessor

# Town of North Kingstown, Rhode Island

## Schedule 7 Direct Property Tax Sales Last Ten Fiscal Years

Fiscal Year Ended June 30,	Direct Rates		
	Real Estate & Personal Property	Motor Vehicles	Inventory
2009	13.83	22.04	
2008	13.30	22.04	
2007	15.55	22.04	
2006	14.85	22.04	
2005	14.38	22.04	
2004	23.31	22.04	
2003	22.60	22.04	
2002	21.94	22.04	
2001	24.65	22.04	18.24
2000	23.68	22.04	20.52

**Source:** Town of North Kingstown Tax Assessor



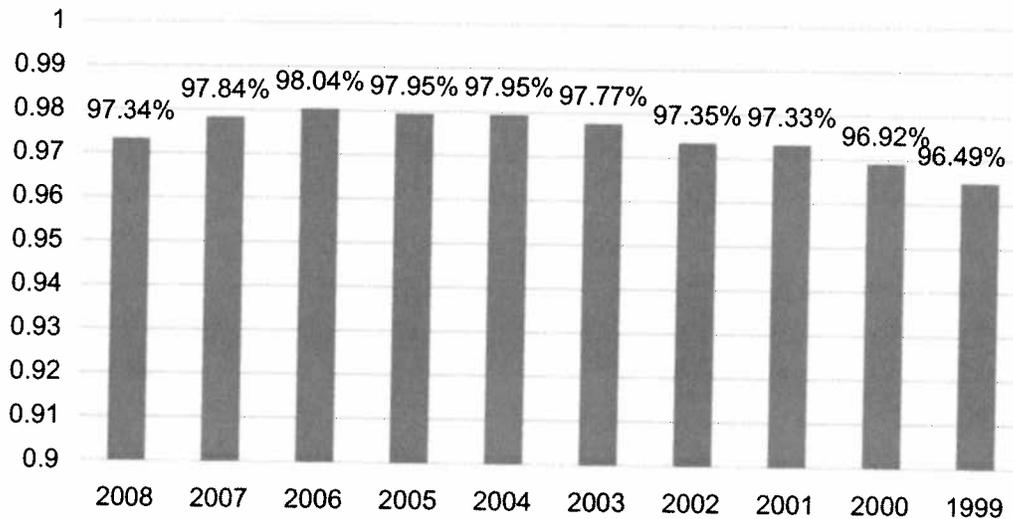
## Town of North Kingstown, Rhode Island

### Schedule 9 Property Tax Levies and Collections Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the		Amount Uncollected as of 6/30/09	Total Uncollected Amount of Percentage of Levy
		Fiscal Year of the Levy Amount	Percentage of Levy		
2009	\$ 62,565,154	\$ 60,866,897	97.29%	\$ 1,684,173	2.69%
2008	\$ 59,586,154	\$ 57,996,283	97.33%	\$ 93,522	0.16%
2007	\$ 56,991,563	\$ 55,761,758	97.84%	\$ 51,554	0.09%
2006	\$ 54,015,438	\$ 52,958,693	98.04%	\$ 41,051	0.08%
2005	\$ 51,486,719	\$ 50,430,577	97.95%	\$ 29,957	0.06%
2004	\$ 50,952,549	\$ 49,906,474	97.95%	\$ 34,703	0.07%
2003	\$ 48,766,433	\$ 47,677,559	97.77%	\$ 34,939	0.07%
2002	\$ 46,885,673	\$ 45,626,201	97.31%	\$ 37,912	0.08%
2001	\$ 42,225,274	\$ 41,097,232	97.33%	\$ 37,661	0.09%
2000	\$ 40,225,839	\$ 38,986,528	96.92%	\$ 45,814	0.11%

**Source:** Town of North Kingstown Tax Assessor and Finance Department

### Percent of Levy Collected by Fiscal Years Ended June 30

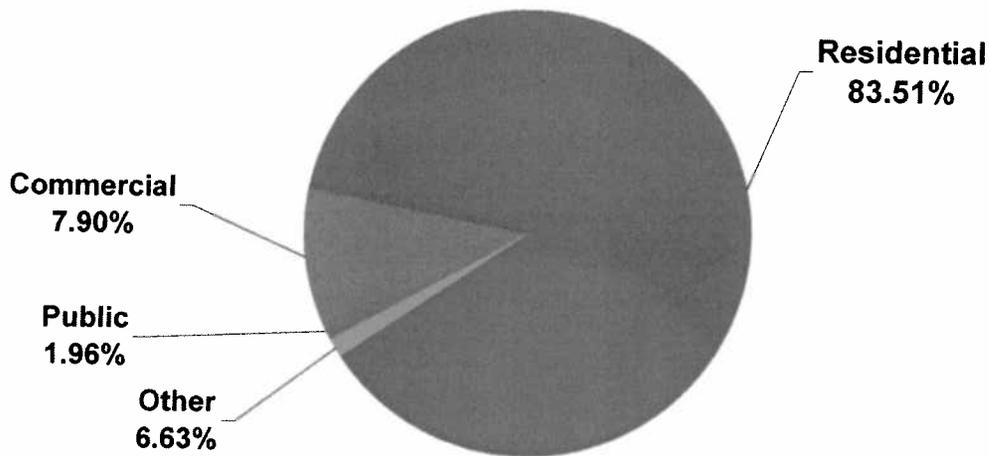


# Town of North Kingstown, Rhode Island

## Schedule 10 Water Sold by Type of Service Last Ten Calendar Years

Fiscal Year	Type of Service				Total
	Commercial	Residential	Other	Public	
2009	76,761,854	667,485,803	21,045,040	16,443,472	781,736,169
2008	69,827,939	737,898,130	58,583,363	17,347,062	883,656,494
2007	75,213,320	666,404,419	10,694,594	11,236,260	763,548,593
2006	59,812,660	566,963,705	6,010,500	10,111,350	642,898,215
2005	71,331,330	727,902,558	8,847,020	22,658,056	830,738,964
2004	64,643,680	568,184,747	8,499,400	7,993,173	649,321,000
2003	49,583,850	872,035,060	13,862,625	121,555,750	1,057,037,285
2002	52,474,569	594,940,338	8,056,080	6,618,810	662,089,797
2001	55,560,300	621,967,273	8,056,080	6,618,810	692,202,463
2000	59,142,555	539,772,768	5,083,570	12,192,396	616,191,289

### Amount of Water Sold by Type of Service



# Town of North Kingstown, Rhode Island

## Schedule 11 Water Rates Last Ten Fiscal Years

Fiscal Year	Base Rate	Rate per 1,000 Gallons
2009	14.26	2.800
2008	13.72	2.920
2007	18.30	2.500
2006	13.49	2.400
2005	13.26	2.200
2004	13.03	2.050
2003	12.41	1.935
2002	12.41	1.935
2001	12.15	1.898
2000	11.90	1.863

**Source:** North Kingstown Water Department

# Town of North Kingstown, Rhode Island

## Schedule 12

### Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year June 30,	Governmental Activities		Business-Type Activities		Quonset Davisville Recreation Bonds	Total Primary Government	Percentage of Personal Income	Net Bonded Debt per Capita	Taxable Assessed Value	Net Bonded Debt as % of Taxable Assessed Value
	General Obligation Bonds	Water Bonds	General Obligation Bonds	Water Bonds						
2009	56,352,917	-	306,916	-	306,916	56,659,833	1212.34%	2,152.24	4,440,612,995	1.28%
2008	49,702,276	-	337,724	-	337,724	50,040,000	1070.69%	1,900.78	4,393,110,092	1.14%
2007	41,996,465	-	368,533	-	368,533	42,364,998	906.47%	1,609.25	3,607,374,032	1.17%
2006	45,405,657	114,198	399,342	114,198	399,342	45,919,197	982.52%	1,744.25	3,568,483,661	1.29%
2005	46,184,851	222,261	430,148	222,261	430,148	46,837,260	1002.17%	1,779.13	3,525,604,088	1.33%
2004	47,904,043	324,448	460,980	324,448	460,980	48,689,471	1041.80%	1,849.48	2,189,162,245	2.22%
2003	51,213,233	421,079	491,790	421,079	491,790	52,126,102	1115.33%	1,980.02	2,161,079,284	2.41%
2002	54,532,424	512,456	522,600	512,456	522,600	55,567,480	1188.97%	2,110.75	2,136,496,317	2.60%
2001	55,761,616	598,864	553,410	598,864	553,410	56,913,890	1217.77%	2,161.89	1,728,519,804	3.29%
2000	50,010,000	680,574	584,190	680,574	584,190	51,274,764	1097.11%	2,155.67	1,709,592,473	3.00%

**Note:** Details regarding the town's outstanding debt can be found in the notes to the financial statements  
\*See Schedule 16 for personal income and population data.

**Town of North Kingstown, Rhode Island**

**Schedule 13  
Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years**

Fiscal Year June 30,	Governmental Activities General Obligation Bonds	Percentage of Actual Taxable Value <sup>^</sup> of Property	Per Capita*
2009	56,352,917	1.27%	2,140.58
2008	49,702,276	1.13%	1,887.95
2007	41,996,465	1.16%	1,595.25
2006	45,400,659	1.27%	1,724.56
2005	46,184,851	1.31%	1,754.34
2004	47,904,043	2.19%	1,819.65
2003	51,213,233	2.37%	1,945.35
2002	54,532,424	2.55%	2,071.43
2001	55,761,616	3.23%	2,118.12
2000	50,010,000	2.93%	2,102.50

**Note:** Details regarding the town's outstanding debt can be found in the notes to the financial statements

<sup>^</sup> See Schedule 6 for property value data.

\* Population data can be found in Schedule 16.

Town of North Kingstown, Rhode Island

Schedule 14  
Legal Debt Margin Information  
Last Ten Fiscal Years

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Total assessed value	\$ 4,440,612,995	\$ 4,393,110,092	\$ 3,607,374,032	\$ 3,568,483,661	\$ 3,525,604,088	\$ 2,189,162,245	\$ 2,161,079,284	\$ 2,136,496,317	\$ 1,728,519,804	\$ 1,709,592,473	\$ 1,678,779,770
Rhode Island General Law debt limitation as % of assessed value	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Debt limit	133,218,390	131,793,303	108,221,221	107,054,510	105,768,123	65,674,867	64,832,379	64,094,890	51,855,594	51,287,774	50,363,393
Debt applicable to limit:											
Q/D Recreation Issue	306,916	337,724	368,533	399,342	430,148	460,980	491,790	522,600	553,410	584,190	615,000
Water Tower Issue	-	-	-	114,198	222,261	324,448	421,079	512,456	598,864	680,574	757,841
Bonded Debt Subject to Limit	306,916	337,724	368,533	513,540	652,409	785,428	912,869	1,035,056	1,152,274	1,264,764	1,372,841
Legal debt limit	133,218,390	131,793,303	108,221,221	107,054,510	105,768,123	65,674,867	65,975,175	65,218,657	52,776,928	51,287,774	50,363,393
Total net debt applicable to the limit	306,916	337,724	368,533	513,540	114,198	222,261	326,448	512,456	598,864	680,574	757,841
Legal debt margin	132,911,474	131,455,579	107,852,688	106,540,970	105,653,925	65,452,606	65,648,727	64,706,201	52,178,064	50,607,200	49,605,552
Total net debt applicable to the limit as a percentage of debt limit	0.23%	0.26%	0.34%	0.48%	0.62%	1.20%	1.41%	1.61%	2.22%	2.47%	2.73%

Note: The Town has only one debt issue outstanding under the Maximum Aggregate Indebtedness provision (3% Debt Limit) - Rhode Island General Law 45-12-2. All other Town debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

The State Legislature may by special act permit the Town to incur indebtedness in excess of the three percent (3%) limit in accordance with Rhode Island General Law 45-12-11. The Town of North Kingstown has never requested authorization under the Authority for the Issuance of Indebtedness Excess - Rhode Island General Law 45-12-11.

**Town of North Kingstown, Rhode Island**

**Schedule 15  
Pledged Revenue Coverage  
Water Bonds  
Last Ten Fiscal Years**

Fiscal Year June 30,	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	
				Principal	Interest	Dollars	Percentage
2009	\$ 3,332,808	\$ 2,936,959	\$ 395,849	\$ -	\$ -	\$ 395,849	0.00%
2008	3,281,482	2,702,281	579,201	-	6,566	572,635	8721.22%
2007	2,953,358	2,114,824	838,534	114,197	6,566	717,771	594.36%
2006	2,876,360	2,539,562	336,798	108,063	12,780	215,955	178.71%
2005	2,534,054	2,241,119	292,935	102,187	18,656	172,092	142.41%
2004	2,266,601	1,920,257	346,344	96,631	24,212	225,501	186.61%
2003	2,320,485	1,805,529	514,956	91,377	29,466	394,113	326.14%
2002	2,475,044	1,575,459	899,585	86,408	34,435	778,742	644.42%
2001	2,057,847	1,922,461	135,386	81,710	39,133	14,543	12.03%
2000	2,214,595	1,779,305	435,290	77,267	43,576	314,447	260.21%

**Note:** Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

## Town of North Kingstown, Rhode Island

### Schedule 16 Demographic and Economic Statistics Last Ten Fiscal Years

Fiscal Year June 30,	Population	Per Capita Personal Income	School Enrollment	Unemployment Rate
2009	26,326	46,736	4,315	10.2
2008	26,326	46,736	4,334	6.4
2007	26,326	46,736	4,535	3.7
2006	26,326	46,736	4,607	4.2
2005	26,326	46,736	4,711	4.1
2004	26,326	46,736	4,729	4.7
2003	26,326	46,736	4,659	3.8
2002	26,326	46,736	4,599	3.3
2001	26,326	46,736	4,560	3.4
2000	23,786	18,218	4,560	2.8

- (1) Population and Per Capita Personal Income from the U.S. Department of Commerce, Bureau of the Census 2000.
- (2) North Kingstown School Department as of June 30th of each years. Numbers include resident students sent out.
- (3) Rhode Island Department of Labor and Training.

**Town of North Kingstown, Rhode Island**

**Schedule 17  
Principal Employers  
Current Year and Ten Years Ago**

2009

2000

Employer	Employees	Rank	Percentage of Total Town Employment	Employer	Employees	Rank	Percentage of Total Town Employment
GENERAL DYNAMICS ELECTRIC BOAT	2100	1	13.40%	ELECTRIC BOAT CORPORATION	1500	1	9.81%
PERSPECTIVES CORP	850	2	5.42%	TORAY PLASTICS AMERICA INC	800	2	5.23%
TORAY PLASTICS OF AMERICA	600	3	3.83%	PERSPECTIVES CORP	600	3	3.92%
OCEAN STATE JOBBERS	505	4	3.22%	BROWN & SHARPE MFG. CO.	400	4	2.62%
HEXAGON METROLOGY, INC.	350	5	2.23%	STOP & SHOP CO., INC.	225	5	1.47%
SENECO Marine LLC	325	6	2.07%	OCEAN STATE JOBBERS INC	200	6	1.31%
134d AIR WING, RIANG	303	7	1.93%	WAL-MART	200	7	1.31%
HOME DEPOT	250	8	1.59%	CUSTOM DESIGN INC	150	8	0.98%
NORTH ATLANTIC DISTRIBUTIONS INC	248	9	1.58%	GRINNELL CORP	150	9	0.98%
THE STOP & SHOP CO., INC.	225	10	1.44%	GREGG'S	150	10	0.98%
STAR GAS SERVICE	212	11	1.35%	SO COUNTY NURSING CTR	150	11	0.98%
WAL-MART	200	12	1.28%	SCALABRINI VILLA	120	12	0.78%
CUSTOM DESIGN, INC.	150	13	0.96%	AMES DEPARTMENT STORE	100	13	0.65%
GREGG'S	150	14	0.96%	MARO DISPLAY INC	100	14	0.65%
SO COUNTY NURSING & REHAB.	150	15	0.96%	NO ATLANTIC DISTRIBUTION INC	100	15	0.65%
ANVIL INTERNATIONAL LP	122	16	0.78%	JOHN J ORR & SONS INC	100	16	0.65%
FUJI FILM	120	17	0.77%	ICON INTERNATIONAL, INC.	94	17	0.61%
SCALABRINI VILLA	120	18	0.77%	RI BEVERAGE PACKAGING CO	90	18	0.59%
ADECCO STAFFING	100	19	0.64%	COMMUNITY CARE NURSES INC	85	19	0.56%
QUIDNESSETT COUNTRY CLUB	100	20	0.64%	ARCH CHEMICALS, INC.	75	20	0.49%
ROBERTS HEALTH CENTRE, INC.	82	21	0.52%	ROBERTS HEALTH CENTRE, INC	75	21	0.49%
ALL AMERICAN FOODS, INC	80	22	0.51%	AUTOMATION SOFTWARE, INC.	70	22	0.46%
C&J FORMS	80	23	0.51%	SENECO	60	23	0.39%
BB&S TREATED LUMBER OF NE	71	24	0.45%	LAFAYETTE NURSING HOME	60	24	0.39%
ARMY AVIATION SUPPORT FAC	65	25	0.41%	PAUL BAILEY'S DODGE	60	25	0.39%
Army Aviation Support Facility	65	26	0.41%				

**Source:** Rhode Island Department of Economic Development

**Town of North Kingstown, Rhode Island**

**Schedule 18  
Full-Time Equivalent City Government Employees by Function  
Last Ten Fiscal Years**

	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Town Council	5	5	5	5	5	5	5	5	5	5
Town Manager	2	2	2	2	2	2	2	2	2	3
Town Clerk/Bd. Of Canvassers	6	6	6	6	6	6	6	6	6	7
Finance/Data Processing	9	9	7	8	8	9	10	9	10	11
Assessor	4	4	4	4	4	4	4	4	4	3
Fire	81	81	81	71	71	74	72	78	80	69
Police/Animal Control	63	63	59	58	58	61	66	63	61	61
Planning	4	4	5	6	6	6	5	5	5	5
Public Works	33	33	33	34	34	34	33	34	31	34
Welfare	0	0	0	1	1	1	1	1	1	1
Senior Citizens	3	3	3	3	3	3	3	3	3	2
Code Enforcement	3	3	3	3	3	3	3	3	3	3
Recreation	1	1	2	2	2	2	2	2	2	1
Library	14	14	12	12	12	12	12	11	12	12
Quonset/Davisville Recreation										
Fund/Golf Course/Allens Harbor	7	7	6	7	7	8	8	8	8	7
Water Fund	14	16	13	13	13	13	13	13	12	12
<b>Total</b>	<b>249</b>	<b>251</b>	<b>241</b>	<b>235</b>	<b>235</b>	<b>243</b>	<b>245</b>	<b>247</b>	<b>245</b>	<b>236</b>
<b>Public Education:</b>										
Teachers	378	374	374	371	380	384	371	367	363	351
Pupil Support	231	246	253	236	246	255	228	224	221	214
Executive and Administrative	31	36	33	34	34	37	34	34	31	30

**Source:** Town of North Kingstown Municipal and School Personnel Departments

**Town of North Kingstown, Rhode Island**

**Schedule 19  
Operating Indicators by Function/Program  
Last Ten Years**

Function/Program	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Police</b>										
Calls for Service	32,092	35,745	32,192	16,342	32,095	30,867	28,783	24,390	20,442	17,577
Arrests	878	904	901	579	1,182	1,229	1,306	1,177	1,055	1,145
Prosecutions	4,910	6,155	6,133	4,013	9,227	4,597	1,905	1,814	1,481	1,439
<b>Fire</b>										
Medical Calls/Rescue Runs	4,716	2,633	2,461	1,108	2,144	2,014	2,358	2,727	2,512	2,259
Residential Inspections	401	408	430	605	301	445	722	681	681	724
<b>Public Works</b>										
Miles Resurfaced	-	2.7	6	2.4	2.5	2.8	3.4	11	0	16
Plowed Miles	161	159	159	158.4	158.2	157.9	155.6	157	156	155
<b>Refuse collection</b>										
Refuse collected (tons/day, avg)	8,405	8,471	8,399	8,325.5	8,044.7	8,077.6	7,665.4	7,528.0	8,004.5	8,451.5
Recyclables collected (tons/day, avg)	3,557	3,953	3,677	3,651.5	3,670.6	3,594.2	3,475.1	3,353.7	3,344.1	3,285.1
<b>Recreation</b>										
Bussing ages 6-13	9,750	8,600	6,825	4,900	9,500	9,500	8,250	9,000	9,000	8,200
Summer Playground Part.	550	500	500	450	900	900	900	900	900	900
<b>Human Services</b>										
Meals on Wheels	5,888	6,980	10,579	5,206	10,927	11,596	8,587	10,408	11,269	10,433
# of Sr. Serv. Calls	10,500	10,859	2,538	3,404	7,314	9,178	10,644	9,735	11,568	12,508
# of Other Service Calls	1,645	1,629	793	5	28	28	26	32	32	13
# of Heat Cases	41	22	37	5	22	20	24	29	29	53
# of Electric Shutoffs	36	9	9							
# of Transportation Calls	12,146	7,675	7,064							
<b>Library</b>										
Person visits	183,803	179,216	170,164	88,002	180,481	192,959	186,090	190,729	175,600	183,694
# of users at IT workstations	25,207	22,216	20,280	10,363	19,283	18,918	17,817			
Public Service transactions	29,681	34,429	37,403	23,841	51,760	61,373	40,941	32,441	29,578	
Number of items borrowed	342,834	319,711	332,191							
<b>Water Dept</b>										
Metered services	9,308	9,301	9,268	9,197	9,157	9,068	9,047	9,014	8,860	8,843
Annual Production (million gallons)	900	1,100	1,106	1,224	1,287	1,272	1,266	1,328	1,018	1,092

**Sources:** various town departments

**Town of North Kingstown, Rhode Island**

**Schedule 20  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Police</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	23	23	23	23	23	23	23	21	21	21
<b>Fire Stations</b>	4	3	3	3	3	3	3	3	3	3
<b>Public Works</b>										
Road Miles	159	157	157	156	156	155.7	153.4	155	154	153
Acres Maintained	480	479	479	479	479	479	479	469	469	469
<b>Recreation</b>										
Baseball/softball fields	16	16	16	16	16	16	16	16	16	16
Soccer fields	9	9	9	9	9	9	9	9	9	9
Multi use parks	4	4	4	4	4	4	4	4	4	4
Football fields	1	1	1	-	-	-	-	-	-	-
<b>Senior Center</b>	1	1	1	1	1	1	1	1	1	1
<b>Library</b>										
Size of collection	129,890	129,576	125,967	-	-	-	-	-	-	-
<b>Water Dept</b>										
Water mains (miles)	177	176	175	170	168	168	156	156	155	155
Water towers	5	5	5	5	5	5	5	5	5	5
Hydrants	1,042	1,041	1,024	995	994	994	980	980	980	950

**Sources:** various town departments

**Town of North Kingstown, Rhode Island**

**Schedule 21  
School Building Information  
Last Ten Fiscal Years**

	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Davisville Elementary (1954)										
Square Feet	31,737	31,737	31,737	31,737	31,737	31,737	31,737	31,737	31,737	31,737
Capacity	284	284	284	284	284	284	284	284	284	284
Enrollment	188	168	183	164	143	179	211	268	267	245
Fishing Cove Elementary (1957)										
Square Feet	46,160	46,160	46,160	46,160	46,160	46,160	46,160	46,160	46,160	46,160
Capacity	335	335	335	335	335	335	335	335	335	335
Enrollment	270	285	321	307	264	280	15	166	184	175
Forest Park Elementary (1962)										
Square Feet	31,812	31,812	31,812	31,812	31,812	31,812	31,812	31,812	31,812	31,812
Capacity	275	275	275	275	275	275	275	275	275	275
Enrollment	207	209	223	217	224	266	260	241	235	265
Hamilton Elementary (1962)										
Square Feet	49,274	49,274	49,274	49,274	49,274	49,274	49,274	49,274	49,274	49,274
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	368	376	374	410	414	433	426	372	402	448
Quidnessett Elementary (1971)										
Square Feet	43,544	43,544	43,544	43,544	43,544	43,544	43,544	43,544	34,000	34,000
Capacity	383	383	383	383	383	383	383	383	337	337
Enrollment	246	270	272	289	240	258	355	261	260	251
Stony Lane Elementary (1971)										
Square Feet	49,319	49,319	49,319	49,319	49,319	49,319	49,319	49,319	49,319	49,319
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	389	392	456	419	386	423	448	412	378	368
Wickford Elementary (1907)*										
Square Feet	32,952	32,952	32,952	32,952	32,952	32,952	32,952	32,952	32,952	32,952
Capacity	252	252	252	252	252	252	252	252	252	252
Enrollment	0	0	0	0	208	235	282	241	237	235
Davisville Middle (1967)										
Square Feet	96,748	96,748	96,748	96,748	96,748	96,748	96,748	96,748	96,748	96,748
Capacity	680	680	680	680	680	680	680	680	680	680
Enrollment	542	571	602	644	627	630	629	614	615	571
Wickford Middle (1932)										
Square Feet	63,129	63,129	63,129	63,129	63,129	63,129	63,129	63,129	63,129	63,129
Capacity	465	465	465	465	465	465	465	465	465	465
Enrollment	477	485	511	472	490	446	452	445	418	473
North Kingstown High (2001)										
Square Feet	253,600	253,600	253,600	253,600	253,600	253,600	253,600	253,600	253,600	197,553
Capacity	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600
Enrollment	1,628	1,578	1,536	1,532	1,519	1,475	1,398	1,320	1,327	1,306
Administration (1968)										
Square Feet	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000
Data Center (1971)										
Square Feet	10,440	10,440	10,440	10,440	10,440	10,440	10,440	10,440	10,440	10,440
Maintenance (1978)										
Square Feet	5,390	5,390	5,390	5,390	5,390	5,390	5,390	5,390	5,390	5,390

Source: North Kingstown School Department Business Office

**Town of North Kingstown, Rhode Island  
School Department**

**Schedule 22  
Operating Statistics  
Last Ten Years**

Fiscal Year	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
2009	\$ 58,670,436	4,315	\$ 13,597	-2.52%	378.00	11.42	94.71%
2008	\$ 60,453,700	4,334	\$ 13,949	5.90%	373.50	11.60	95.00%
2007	\$ 58,983,401	4,478	\$ 13,172	10.63%	373.50	11.99	95.25%
2006	\$ 54,852,418	4,607	\$ 11,906	4.71%	371.40	12.40	94.90%
2005	\$ 53,565,325	4,711	\$ 11,370	-0.07%	381.20	12.36	93.98%
2004	\$ 53,810,038	4,729	\$ 11,379	11.53%	385.40	12.27	95.26%
2003	\$ 47,534,281	4,659	\$ 10,203	5.68%	370.70	12.57	95.21%
2002	\$ 44,401,975	4,599	\$ 9,655	5.53%	373.30	12.32	94.85%
2001	\$ 41,719,508	4,560	\$ 9,149	6.68%	365.65	12.47	94.64%
2000	\$ 39,107,712	4,560	\$ 8,576	3.66%	352.00	12.95	94.73%

**Source:** North Kingstown School Department Business Office

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THE TOWN OF  
NORTH KINGSTOWN, RHODE ISLAND

SINGLE AUDIT SECTION



**Town of North Kingstown, Rhode Island**

**Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2009**

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Expenditures Incurred</u>
<b><i>U.S. Department of Housing and Urban Development</i></b>		
Community Development Block Grant (CDBG)	14.218	\$ 452,133
<b><i>Total Department of Housing and Urban and Development</i></b>		<u>452,133</u>
<b><i>U.S. Department of Education:</i></b>		
Public Law 94-142	84.027	1,205,612
Title I	84.010	583,640
Title II Teacher Quality *	84.367	229,678
Education of Homeless Children	84.196	68,902
Preschool Services	84.173	30,100
Child Opportunity Zone	84.027	23,000
Drug-free Schools	84.186	19,737
21st Century Learning *	84.287	191,088
Title III English Language Learners	84.365	7,263
Perkins Vocational Education	84.048	33,555
Federal Stabilization Grant *	84.394	683,791
Title V	84.298	2,320
<b><i>Total U.S. Department of Education</i></b>		<u>3,078,686</u>
<b><i>Corporation for National and Community Service:</i></b>		
RI Learn and Serve America	94.004	15,528
<b><i>Total U.S. Department of Homeland Security</i></b>		<u>15,528</u>
<b><i>U.S. Department of Homeland Security:</i></b>		
Homeland Security Domestic Preparedness	97.004	105,029
<b><i>Total U.S. Department of Homeland Security</i></b>		<u>105,029</u>
<b><i>Environmental Protection Agency:</i></b>		
Environmental Protection Agency Water Tank Refurbishment	66.202	61,896
<b><i>Total U.S. Department of Homeland Security</i></b>		<u>61,896</u>
<b><i>U.S. Department of Agriculture:</i></b>		
National school lunch	10.555	303,494
National school milk	10.556	2,085
National school breakfast	10.557	68,407
Food commodities	10.550	64,066
<b><i>Total U.S. Department of Agriculture</i></b>		<u>438,052</u>
<b><i>Total Expenditures of Federal Awards</i></b>		<u>\$ 4,151,324</u>

\*Denotes major program

# **Town of North Kingstown, Rhode Island**

## **Notes to Schedule of Expenditures of Federal Awards June 30, 2009**

### **1. General**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Town of North Kingstown. All federal awards received from federal agencies are included on the Schedule.

### **2. Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting.

### **3. Determination of Major Programs**

The determination of major federal awards programs was based upon the overall level of expenditures for all federal programs for the Town of North Kingstown. As such, the threshold for determining Type A and Type B programs are defined as those with program expenditures greater than \$300,000 or 3 percent of total expenditures when the total expenditures are over \$10,000,000. The Town had three programs with expenditures greater than \$300,000. For the fiscal year ended June 30, 2009, Title II - Teacher Quality, 21<sup>st</sup> Century Learning, and Federal Stabilization were the major programs of the Town of North Kingstown.

**REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

To the Honorable Town Council  
Town of North Kingstown  
North Kingstown, Rhode Island

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of North Kingstown, Rhode Island as of and for the year ended June 30, 2009, which collectively comprise The Town of North Kingstown's basic financial statements and have issued our report thereon dated December 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of North Kingstown's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of North Kingstown, Rhode Island's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of North Kingstown's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Town of North Kingstown, Rhode Island's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Town of North Kingstown, Rhode Island's financial statements that is more than inconsequential will not be prevented or detected by the Town of North Kingstown, Rhode Island's internal control.

A material weakness is a significant deficiency, or combination or significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will be prevented or detected by the Town of North Kingstown, Rhode Island's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

**REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

To the Honorable Town Council  
Town of North Kingstown  
North Kingstown, Rhode Island

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of North Kingstown, Rhode Island as of and for the year ended June 30, 2009, which collectively comprise The Town of North Kingstown's basic financial statements and have issued our report thereon dated December 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of North Kingstown's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of North Kingstown, Rhode Island's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of North Kingstown's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Town of North Kingstown, Rhode Island's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Town of North Kingstown, Rhode Island's financial statements that is more than inconsequential will not be prevented or detected by the Town of North Kingstown, Rhode Island's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will be prevented or detected by the Town of North Kingstown, Rhode Island's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of North Kingstown's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Town Council, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Bianca PC*

Providence, Rhode Island  
December 23, 2009

**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Honorable Town Council  
Town of North Kingstown  
North Kingstown, Rhode Island

Compliance

We have audited the compliance of the Town of North Kingstown, Rhode Island with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The Town of North Kingstown's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Town of North Kingstown's management. Our responsibility is to express an opinion on the Town of North Kingstown's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal programs occurred. An audit includes examining, on a test basis, evidence about the Town of North Kingstown's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Town of North Kingstown's compliance with those requirements.

In our opinion, the Town of North Kingstown complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the Town of North Kingstown is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Town of North Kingstown's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance

**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Honorable Town Council  
Town of North Kingstown  
North Kingstown, Rhode Island

Compliance

We have audited the compliance of the Town of North Kingstown, Rhode Island with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The Town of North Kingstown's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the Town of North Kingstown's management. Our responsibility is to express an opinion on the Town of North Kingstown's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal programs occurred. An audit includes examining, on a test basis, evidence about the Town of North Kingstown's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Town of North Kingstown's compliance with those requirements.

In our opinion, the Town of North Kingstown complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the Town of North Kingstown is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Town of North Kingstown's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance

Internal Control Over Compliance (Continued)

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Town Council, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Brown, PC*

Providence, Rhode Island  
December 23, 2009

**Town of North Kingstown, Rhode Island**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2009**

**A. SUMMARY OF AUDITOR'S RESULTS**

1. The auditor's report expressed an unqualified opinion on the financial statements of the Town of North Kingstown.
2. No reportable conditions relating to the audit of the financial statements are reported in the Independent Auditor's report.
3. No instances of noncompliance material to the financial statements of the Town of North Kingstown were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award program were reported.
5. The auditor's report on compliance for the major federal award program for the Town of North Kingstown expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award program from the Town of North Kingstown.
7. The program tested as the major programs include:

Title II Teacher Quality.....	84,367
21 <sup>st</sup> Century Learning.....	84,287
Federal Stabilization Grant.....	84,394
8. The threshold for distinguishing Type A and B programs is described in Note 3 to the Schedule of Expenditures of Federal Awards.
9. The Town of North Kingstown qualified as a low-risk auditee for the year ended June 30, 2009.

**B. FINDINGS – RELATED TO THE AUDIT OF FINANCIAL STATEMENTS**

None.

**C. FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS**

**Current Year Findings:**

None.

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